

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,)	
)	
Complainant,)	
)	
v.)	DOCKETS UE-170485 and UG-170486 (Consolidated)
)	
AVISTA CORPORATION, DBA AVISTA UTILITIES,)	
)	
Respondent.)	
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EXHIBIT MPG-6

COST OF LONG-TERM DEBT

OCTOBER 27, 2017

Avista Corporation

Cost of Long-Term Debt Detail - Washington May 1, 2018

Line	Description	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	SWAP Loss/(Gain)	Discount (Premium)	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 5/1/2018	Effective Cost
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(g)	(h)	(i)	(j)	(k)	(l)
1	FMBS - SERIES A	7.530%	5/5/2023	5/6/1993	5,500,000	42,712	-	-	963,011	4,494,277	9.359%	5,500,000	514,744
2	FMBS - SERIES A	7.540%	5/5/2023	5/7/1993	1,000,000	7,766	-	-	175,412	816,822	9.375%	1,000,000	93,747
3	FMBS - SERIES A	7.390%	5/11/2018	5/11/1993	7,000,000	54,364	-	-	1,227,883	5,717,753	4.500%	7,000,000	315,000
4	FMBS - SERIES A	7.450%	6/11/2018	6/9/1993	15,500,000	120,377	-	50,220	2,140,440	13,188,963	4.500%	15,500,000	697,500
5	FMBS - SERIES A	7.180%	8/11/2023	8/12/1993	7,000,000	54,364	-	-	-	6,945,636	7.244%	7,000,000	507,064
6	ADVANCE ASSOCIAT	2.688% ¹	6/1/2037	6/3/1997	40,000,000	1,296,086	-	-	(1,769,125)	40,473,039	2.640%	40,000,000	1,055,838
7	FMBS - SERIES C	6.370%	6/19/2028	6/19/1998	25,000,000	158,304	-	-	188,649	24,653,047	6.475%	25,000,000	1,618,863
8	5.45% SERIES	5.450%	12/1/2019	11/18/2004	90,000,000	1,192,681	-	239,400	7,244,918	81,323,001	6.462%	90,000,000	5,815,420
9	FMBS - 6.25%	6.250%	12/1/2035	11/17/2005	150,000,000	1,812,935	(4,445,000)	367,500	1,700,376	150,564,188	6.222%	150,000,000	9,332,891
10	FMBS - 5.70%	5.700%	7/1/2037	12/15/2006	150,000,000	4,702,304	3,738,000	222,000	-	141,337,696	6.120%	150,000,000	9,179,674
11	5.95% SERIES	5.950%	6/1/2018	4/3/2008	250,000,000	2,246,419	16,395,000	835,000	-	230,523,581	4.500%	250,000,000	11,250,000
12	5.125% SERIES	5.125%	4/1/2022	9/22/2009	250,000,000	2,284,788	(10,776,222)	575,000	-2,875,817	255,040,618	4.907%	250,000,000	12,268,615
13	3.89% SERIES	3.890%	12/20/2020	12/20/2010	52,000,000	385,129	-	-	6,273,664	45,341,207	5.578%	52,000,000	2,900,581
14	5.55% SERIES	5.550%	12/20/2040	12/20/2010	35,000,000	258,834	-	-	5,263,822	29,477,345	6.788%	35,000,000	2,375,887
15	4.45% SERIES	4.450%	12/14/2041	12/14/2011	85,000,000	692,833	10,557,000	-	-	73,750,167	5.340%	85,000,000	4,538,871
16	4.23% SERIES	4.230%	11/29/2047	11/30/2012	80,000,000	730,833	18,546,870	-	105,020	60,617,277	5.868%	80,000,000	4,694,533
17	4.11% SERIES	4.110%	12/1/2044	12/18/2014	60,000,000	428,205	(5,429,000)	-	-	65,000,795	3.650%	60,000,000	2,190,040
18	4.37% SERIES	4.370%	12/1/2045	12/16/2015	100,000,000	590,761	9,383,299	-	-	90,025,940	5.017%	100,000,000	5,016,889
19	3.54% SERIES	3.540%	12/1/2051	12/15/2016	175,000,000	1,001,382	53,966,197	-	-	120,032,421	5.596%	175,000,000	9,793,454
20	Forecasted issuance	4.554% ⁷	9/30/2047	9/30/2017	80,000,000 ⁴	800,000	-	-	-	79,199,995	4.616%	80,000,000	3,692,724
21										1,518,523,767		1,658,000,000	87,852,336
22	Repurchase	2 8.85%	6/5/2028	5/24/2002	10,000,000				(2,228,153)	12,228,153	6.981%		3 -188,084
23	Repurchase	2 8.83%	6/5/2028	4/3/2003	10,000,000				(450,769)	10,450,769	8.395%		3 -43,661
24	Repurchase	2 8.83%	12/29/2022	3/1/2003	5,000,000				92,363	4,907,637	9.029%		3 10,341
25	Repurchase	2 5.72%	3/1/2034	12/30/2009	17,000,000				1,916,297	15,083,703	6.661%		3 159,446
26	Repurchase	2 6.55%	10/1/2032	12/31/2008	66,700,000				3,709,174	62,990,826	7.034%		3 324,360
27												1,658,000,000	88,114,738
28												100,000,000	3,264,106 ⁸
29	⁶ Short Term-Debt				100,000,000						3.264%	100,000,000	
30	WASHINGTON'S TOTAL DEBT OUTSTANDING AND COST OF DEBT AT May 1, 2018												
												<u>1,758,000,000</u>	<u>91,378,843</u>
									Weighted Average Cost of Long-Term Debt		5.31%		

¹ Average Monthly Average Rate over a twelve month period

² Coupon Rate at the time of repurchase

³ Calculated using the Internal Rate of Return method

⁴ Forecasted issuance pursuant to the Company's internal forecast

⁵ The Company forecast issuance expenses of 1% based on historical costs

⁶ Short-Term Debt information comes from Exhibit No. MTT-2 Page 4

⁷ Forecasted Rates are based on forward rates from Thomson Reuters analysis tools plus an estimated credit spread and the estimated impact of interest rate swaps

⁸ The weighted average cost of debt is equal to col (l) line 27 /col (k) line 27.

Source:

Thies, Exh. MTT-2 at 3.