

**REC Revenue Rebate Calculation  
 REC Revenue and Expenses, January 2012 through June 2016.  
 Washington Allocation**

Dockets UE-140188 & UG-140189  
 Exhibit No. LF-2.

|                     | Projected<br>REC<br>Revenue  | Projected<br>REC<br>Expenses | REC Revenue<br>In Base<br>Rates | REC Expense<br>In Base<br>Rates | Net REC<br>Revenue                       | Estimated<br>Interest | Net REC<br>Revenue<br>Balance | PC Estimated Interest                    | PC Net REC<br>Revenue Balance |
|---------------------|--|------------------------------|---------------------------------|---------------------------------|--|-----------------------|-------------------------------|--|-------------------------------|
| 2012 - 2013         |  |                              |                                 |                                 |  |                       | \$1,533,483                   |  | \$1,533,483                   |
|                     | This is the REC revenue balance including interest as of 12-31-13. |                              |                                 |                                 |  |                       |                               |  |                               |
| 2014                | \$5,677,807  | \$770,668                    | \$3,410,297                     | \$882,335                       | \$2,379,177                              | \$141,600             | \$4,054,260                   | \$ 191,977                               | \$4,104,637                   |
| 2015                | \$3,044,586  | \$770,507                    | \$0                             | \$0                             | \$2,274,079                              | \$269,948             | \$6,598,287                   | \$ 365,987                               | \$6,744,703                   |
| Jan 1 - Jun 30 2016 | \$650,100  | \$22,754                     | \$0                             | \$0                             | \$627,347                                | \$179,711             | \$7,405,344                   | \$ 243,647                               | \$7,615,696                   |
| Total               |  |                              |                                 |                                 |  | \$591,258             | -\$7,405,344                  | \$ 801,610                               | -\$7,615,696                  |
|                     |  |                              |                                 |                                 | Revenue Gross-up Factor                  |                       | 1.047132                      | Revenue Gross-up Factor                  | 1.047132                      |
|                     |  |                              |                                 |                                 | Revenue Requirement                      |                       | -\$7,754,377                  | Revenue Requirement                      | -\$7,974,643                  |
|                     |  |                              |                                 |                                 | WA Retail Sales, kWh<br>1/1/15 - 6/30/16 |                       | 8,347,293,890                 | WA Retail Sales, kWh<br>1/1/15 - 6/30/16 | 8,347,293,890                 |
|                     |  |                              |                                 |                                 | REC Revenue Rebate (cents/kWh)           |                       | -\$0.00093                    | REC revenue Rebate<br>(cents/kWh)        | -0.00096                      |

Source: Avista's Response to Public Counsel Data Request 210, Attachment A.