

NET PRESENT VALUE OF  
\$16.2 MILLION FOR 1999-2014  
AT VARIOUS DISCOUNT RATES  
(\$ Amounts in Millions)

Discount Rate	Net Present Value	Delta
7.83%*	\$145.0	--
10.00%	\$126.7	\$(18.3)
12.00%	\$113.0	\$(32.0)
14.00%	\$101.5	\$(43.5)
16.00%	\$91.8	\$(53.2)
18.00%	\$83.6	\$(61.4)

\*The \$145 million sum is the value of the payment Avista received to monetize the PGE contract. Norwood Rebuttal at p.7, lines 4-5. The net present value of the payments to ratepayers, dispersed over 16 years (1999-2014), is \$16.2 million at a discount rate of 7.83%. Norwood Rebuttal at p. 11, lines 23-24, If a higher discount rate is used (i.e., 10%), the net present value to ratepayers goes down to \$126.7 million. The delta (\$18.3 million) accrues indirectly to Avista.

<b>WUTC</b>		
DOCKET NO. <u>UE-991606</u>		
EXHIBIT # <u>222</u>		
ADMIT	W/D	REJECT
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>