Exhibit No. DCP-8 Dockets UE-160228/UG-160229 Witness: David C. Parcell

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

AVISTA CORPORATION d/b/a AVISTA UTILITIES,

Respondent.

DOCKETS UE-160228 and UG-160229 (Consolidated)

EXHIBIT TO TESTIMONY OF

DAVID C. PARCELL

ON BEHALF OF STAFF OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Proxy Companies Basis for Selection

August 17, 2016

PROXY COMPANIES BASIS FOR SELECTION

Company	Market Capitalization \$0	Percent Reg Electric Revenues	Common Equity Ratio	Value Line Safety	S&P Stock Ranking	S&P Bond Rating	Moody's Bond Rating
Avista Corp.	\$2,500,000	67%	50%	2	A-	A-	Baa1
Parcell Proxy Group							
ALLETE	\$2,900,000	67%	54%	2	A-	A-	A3
Alliant Energy	\$8,700,000	85%	51%	2	B+	Α-	A2/A3
Black Hills Corp	\$3,000,000	55%	44%	2	В	BBB	A3/Baa1
IDACORP	\$3,700,000	100%	54%	2	Α	A-	A3 ·
NorthWestern Corp	\$2,900,000	78%	47%	3	A +	nr	A3
OGE Energy Corp	\$6,200,000	100%	56%	2	A-	BBB+	А3
Pinnacle West Capital	\$8,300,000	100%	57%	1	B+	BBB	A3/Baa1
Portland General Corp	\$3,500,000	100%	52%	2	NR	Α-	A3
McKenzie Proxy Group							
ALLETE	\$2,900,000	67%	54%	2	A-	A-	A3
ALLETE Ameren Corp	\$2,900,000 \$12,000,000	67% 85%	54% 50%	2 2	A- B	A- BBB+/BBB	A3 Baa1
						• •	
Ameren Corp	\$12,000,000	85%	50%	2	В	BBB+/BBB	Baa1
Ameren Corp American Electric Power	\$12,000,000 \$32,000,000	85% 81%	50% 50%	2 2	В А-	BBB+/BBB BBB/BBB-	Baa1 Baa1
Ameren Corp American Electric Power Avista Corp	\$12,000,000 \$32,000,000 \$2,500,000	85% 81% 67%	50% 50% 50%	2 2 2	В А- А-	BBB+/BBB BBB/BBB- A-	Baa1 Baa1 Baa1
American Electric Power Avista Corp CMS Energy	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000	85% 81% 67% 66%	50% 50% 50% 31%	2 2 2 2	B A- A- B	BBB+/BBB BBB/BBB- A- BBB+/BBB	Baa1 Baa1 Baa1 A3/Baa1
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000	85% 81% 67% 66% 47%	50% 50% 50% 31% 50%	2 2 2 2 2	B A- A- B A-	BBB+/BBB BBB/BBB- A- BBB+/BBB A-/BBB+	Baa1 Baa1 Baa1 A3/Baa1 A2/A3
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp Edison International	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000 \$23,000,000	85% 81% 67% 66% 47% 100%	50% 50% 50% 31% 50% 47%	2 2 2 2 2	В А- А- В А- В	BBB+/BBB BBB/BBB- A- BBB+/BBB A-/BBB+ BBB+	Baa1 Baa1 Baa1 A3/Baa1 A2/A3 A2/A3
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp Edison International El Paso Electric	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000 \$23,000,000 \$1,800,000	85% 81% 67% 66% 47% 100%	50% 50% 50% 31% 50% 47% 47%	2 2 2 2 2 2 2	B A- B A- B B	BBB+/BBB BBB/BBB- A- BBB+/BBB A-/BBB+ BBB+ BBB	Baa1 Baa1 Baa1 A3/Baa1 A2/A3 A2/A3 Baa1
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp Edison International El Paso Electric Great Plains Energy	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000 \$23,000,000 \$1,800,000 \$4,500,000	85% 81% 67% 66% 47% 100% 100%	50% 50% 50% 31% 50% 47% 47% 49%	2 2 2 2 2 2 2 2 3	B A- B A- B B B	BBB+/BBB BBB/BBB- A- BBB+/BBB A-/BBB+ BBB+ BBB BBB	Baa1 Baa1 Baa1 A3/Baa1 A2/A3 A2/A3 Baa1 Baa2
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp Edison International El Paso Electric Great Plains Energy IDACORP	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000 \$23,000,000 \$1,800,000 \$4,500,000 \$3,700,000	85% 81% 67% 66% 47% 100% 100%	50% 50% 50% 31% 50% 47% 47% 49% 54%	2 2 2 2 2 2 2 2 3	B A- B B B B	BBB+/BBB BBB/BBB- A- BBB+/BBB A-/BBB+ BBB+ BBB BBB A-	Baa1 Baa1 Baa1 A3/Baa1 A2/A3 A2/A3 Baa1 Baa2 A3
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp Edison International El Paso Electric Great Plains Energy IDACORP NorthWestern	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000 \$23,000,000 \$1,800,000 \$4,500,000 \$2,900,000 \$1,200,000	85% 81% 67% 66% 47% 100% 100% 100%	50% 50% 50% 31% 50% 47% 47% 49% 54%	2 2 2 2 2 2 2 2 3 2 3	B A- B A- B B B A A+	BBB+/BBB BBB/BBB- A- BBB+/BBB+ BBB+ BBB BBB A- nr	Baa1 Baa1 Baa1 A3/Baa1 A2/A3 A2/A3 Baa1 Baa2 A3 A3
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp Edison International El Paso Electric Great Plains Energy IDACORP NorthWestern Otter Tail Corp	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000 \$23,000,000 \$1,800,000 \$4,500,000 \$3,700,000 \$2,900,000 \$1,200,000 \$29,000,000	85% 81% 67% 66% 47% 100% 100% 100% 78% 52%	50% 50% 50% 31% 50% 47% 47% 49% 54% 47% 58%	2 2 2 2 2 2 2 3 2 3 3	B A - A - B B B A A + B	BBB+/BBB BBB/BBB- A- BBB+/BBB+ BBB+ BBB BBB A- nr BBB-	Baa1 Baa1 Baa1 A3/Baa1 A2/A3 A2/A3 Baa1 Baa2 A3 A3 Baa2
Ameren Corp American Electric Power Avista Corp CMS Energy DTE Energy Corp Edison International El Paso Electric Great Plains Energy IDACORP NorthWestern Otter Tail Corp PG&E Corp	\$12,000,000 \$32,000,000 \$2,500,000 \$12,000,000 \$17,000,000 \$23,000,000 \$1,800,000 \$4,500,000 \$2,900,000 \$1,200,000	85% 81% 67% 66% 47% 100% 100% 100% 78% 52% 81%	50% 50% 50% 31% 50% 47% 49% 54% 47% 58% 50%	2 2 2 2 2 2 2 3 2 3 3 3	B A - A - B B B A A + B B	BBB+/BBB BBB/BBB- A- BBB+/BBB+ BBB+ BBB BBB A- nr BBB- BBB/BBB-	Baa1 Baa1 Baa1 A3/Baa1 A2/A3 A2/A3 Baa1 Baa2 A3 Baa2 A3/Baa1

Sources: AUS Utility Reports, Value Line, S&P Stock Guide.