

**BEFORE THE WASHINGTON
UTILITIES & TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

AVISTA CORPORATION D/B/A/ AVISTA UTILITIES

Respondent.

DOCKETS UE-220053, UG-220054, and UE-210854 (Consolidated)

**SEBASTIAN COPPOLA ON BEHALF OF THE
WASHINGTON STATE OFFICE OF THE ATTORNEY GENERAL
PUBLIC COUNSEL UNIT**

EXHIBIT SC-42

Public Counsel Adjustments to O&M Costs Offsets

July 29, 2022

Avista Corporation

Docket Nos. UE-220053 & UG-220054

Exhibit SC-42

Line #			Total O&M Offsets for PC Capital Adjustments ¹			Percentage Disallowed ²			O&M Offsets Removed		
			2022	2023	2024	2022	2023	2024	2022	2023	2024
1	Distribution Management System - ADMS/OMS	WA-E		\$ 12,920	\$ 19,379		100.00%	100.00%	\$ -	\$ 12,920	\$ 19,379
2	Gas Non-Revenue Prog	WA-G	12,108	11,073	11,073	11.04%	8.89%	6.80%	\$ 1,337	\$ 984	\$ 753
3	Clean Energy Fund 2	WA-E									
4	EV Transportation	WA-E									
4	Customer Experience	WA-E	14,136	49,974	49,974	100.00%	100.00%	100.00%	\$ 14,136	\$ 49,974	\$ 49,974
		WA-G	1,658	5,862	5,862	100.00%	100.00%	100.00%	\$ 1,658	\$ 5,862	\$ 5,862
5	Customer Trans. Systems	WA-E	3,490	3,165	3,391	100.00%	100.00%	100.00%	\$ 3,490	\$ 3,165	\$ 3,391
		WA-G	409	371	398	100.00%	100.00%	100.00%	\$ 409	\$ 371	\$ 398
6	Distribution System Enhanc.	WA-E	22,464	17,282	26,325	26.59%	26.46%	24.02%	\$ 5,973	\$ 4,573	\$ 6,323
7	Electric Replace & Relocate	WA-E									
8	Energy Deliv. Mod. & Effic.	WA-E	47,785	47,785	47,785	59.28%	32.80%	59.03%	\$ 28,327	\$ 15,673	\$ 28,207
		WA-G	5,605	5,605	5,605	59.28%	32.80%	59.03%	\$ 3,323	\$ 1,838	\$ 3,309
9	Energy Res. Mod. & Effic.	WA-E	3,383	3,324	3,344	45.88%	43.59%	42.64%	\$ 1,552	\$ 1,449	\$ 1,426
10	Gas Aldyl-A Pipe Replace	WA-G									
11	Gas Meter Change Prog	WA-G	26,157	26,157		35.05%	38.74%		\$ 9,168	\$ 10,133	\$ -
12	Substation - New Capacity	WA-E	7,449	14,310	16,410	15.27%	54.84%	59.71%	\$ 1,137	\$ 7,848	\$ 9,798

Avista Corporation

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Exhibit SC-42

Line #			Total O&M Offsets for PC Capital Adjustments ¹			Percentage Disallowed ²			O&M Offsets Removed		
			2022	2023	2024	2022	2023	2024	2022	2023	2024
13	Substation - Rebuilds	WA-E	16,793	75,466	53,608	19.16%	81.58%	71.47%	\$ 3,218	\$ 61,565	\$ 38,314
14	Wildfire Hardening Prog	WA-E		34,883	37,467		6.91%	11.34%	\$ -	\$ 2,410	\$ 4,249
15	Wood Pole Replacement	WA-E	16,795	16,795	16,795	6.32%	4.04%	1.86%	\$ 1,061	\$ 679	\$ 312
16	Enterprise Network Infra	WA-E	2,021	2,118	1,397	100.00%	100.00%	100.00%	\$ 2,021	\$ 2,118	\$ 1,397
		WA-G	237	248	164	100.00%	100.00%	100.00%	\$ 237	\$ 248	\$ 164
17	Total	WA-E	\$ 134,316	\$ 278,022	\$ 275,875				\$ 60,916	\$ 162,374	\$ 162,771
		WA-G	\$ 46,174	\$ 49,316	\$ 23,102				\$ 16,131	\$ 19,437	\$ 10,486
18	Grand Total		\$ 180,490	\$ 327,338	\$ 298,977				\$ 77,047	\$ 181,811	\$ 173,256

19	Operating Income:	Tax Rate									
20	WA-E	21%							\$ 48,123	\$ 128,275	\$ 128,589
21	WA-G	21%							\$ 12,744	\$ 15,355	\$ 8,284
19	Revenue Requirement:										
20	WA-E	0.755529							\$ 63,695	\$ 169,782	\$ 170,197
21	WA-G	0.755529							\$ 16,867	\$ 20,324	\$ 10,964

Source: (1) Ex. EMA-6, pages 17-22.

(2) WP SC-24 New AVA-Exh-JBB-2 1-21-22 with PC Disallow.