



Avista Corp.

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IDAHO PUBLIC
UTILITIES COMMISSION

April 25, 2023

Jan Noriyuki, Secretary
Idaho Public Utilities Commission
11331 W. Chinden Blvd. Bldg. 8, Ste. 201-A
Boise, Idaho 83714

RE: Avista Utilities 2022 Annual Report on Optional Alternative Renewable Energy

Dear Ms. Noriyuki:

Pursuant to Order No. 35282 in Case No. AVU-E-21-15, enclosed for filing is Avista Corporation's dba Avista Utilities' (Avista or the Company) report on alternative energy resources offered as options to customers in 2022 under tariff Schedule 95 - Optional Renewable Power Rate.

Please direct questions on this matter to me at (509) 495-2782 or Stephanie Myers at (509) 495-4620.

Sincerely,

/s/ Shawn Bonfield

Sr. Manager of Regulatory Policy & Strategy
Avista Utilities
Shawn.Bonfield@avistacorp.com



SCHEDULE 95 - MY CLEAN ENERGY
2022 ANNUAL REPORT

AVISTA CORPORATION
April 2023

Background

Avista Utilities’ voluntary renewable energy program, originally marketed as the “Buck-A-Block” program, was initiated on February 1, 2002 and renamed to “My Clean Energy” Program (Program) in 2020. The Program is available to residential and commercial electric customers in both Idaho and Washington and provides customers with three options: (1) a National block option of renewable power from a national source located anywhere in the United States which is priced at \$1.00 per 100 kWh; (2) a regional block option for a renewable power source located in the Western Interconnection (WECC) which is priced at \$1.30 per 100kWh; and, (3) a 100% matching option (regionally sourced) to offset every kWh used at the customers selected meter which is priced at \$0.013 per kWh. Customers subscribe on a monthly basis and can cancel and re-subscribe at any time by either phone, internet, or bill inserts. Avista purchases and retires Renewable Energy Certificates (RECs) to supply the program. The Company markets the program through billing inserts, earned media, local public radio, selected fairs, solar grants and print media.

My Clean Energy 2022 Annual Reporting

Table 1 below represents the number of active participants each month.

Table 1 – 2022 Monthly My Clean Energy Participation

2022	ID – National Block Participants	ID – Regional Block Participants	ID – Regional kWh Match Participants	ID – Total
Jan	829	106	223	1158
Feb	825	105	222	1152
Mar	825	105	219	1149
Apr	816	104	219	1139
May	815	103	218	1136
Jun	815	103	218	1136
Jul	809	104	220	1133
Aug	795	105	211	1111
Sep	783	105	214	1102
Oct	783	105	214	1102
Nov	778	105	220	1103
Dec	775	106	233	1114

Table 2 below provides the Program REC purchase details. Please note, this information includes RECs purchased for the program as a whole, which supports the Company’s Idaho and Washington My Clean Energy customers.

Table 2 –2022 REC Purchase Details

Generator Plant- Unit Name	Location	Qty	Price per REC	REC Vintage	Price Point Qty
Sheep Creek	WA	1,558	\$3.00	2022	1,558
Spring Canyon II	CO	3,073	\$3.50	2021	3,073
Spring Canyon III	CO	6,927	\$3.50	2021	6,927
Maverick Wind	OK	15,000	\$3.50	2022	15,000
Sheep Creek	WA	3,624	\$3.00	2022	3,624
Meyers Falls	WA	3,786	\$3.00	2022	3,786
Sheep Creek	WA	2,630	\$3.00	2022	2,630
			\$3.21 Avg		36,598 Total

Tables 3 and 4 below provide a detailed break-down of administrative and marketing costs. These expenses correlate to the overall project expenses and program budget as provided in reporting requirement No. 5.

Table 3 – 2022 Labor Expenses

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Grand Total
340 Regular Payroll - NU	\$836	\$327	\$482	\$566	\$639	\$300	\$482	\$116	\$233	\$233	\$175	\$233	\$4,621
509 Pay Ben Inj & Dam	\$12	\$5	\$7	\$8	\$9	\$4	\$7	\$2	\$3	\$3	\$2	\$3	\$65
510 Payroll Benefits loading	\$381	\$147	\$224	\$271	\$305	\$133	\$224	\$51	\$102	\$102	\$74	\$97	\$2,111
511 Non-Service Loading	(\$25)	(\$20)	(\$35)	(\$41)	(\$46)	(\$21)	(\$34)	(\$8)	(\$15)	(\$15)	(\$11)	(\$14)	(\$283)
512 Incentive Loading-NU	\$28	\$32	\$47	\$55	\$62	\$29	\$39	\$9	\$19	\$9	\$7	\$9	\$344
515 Payroll Tax loading	\$73	\$29	\$42	\$45	\$54	\$25	\$40	\$10	\$19	\$19	\$13	\$15	\$384
516 Inctv Pyrrl Tax	\$4	\$2	\$2	\$3	\$3	\$2	\$2	\$1	\$1	\$1	\$0	\$1	\$22
520 Payroll Time Off loading	\$174	\$59	\$87	\$102	\$128	\$60	\$96	\$23	\$47	\$54	\$35	\$47	\$910
Grand Total	\$1,483	\$580	\$856	\$1,009	\$1,154	\$531	\$857	\$204	\$408	\$405	\$296	\$391	\$8,175

Table 4 – 2022 Non-Labor Expenses

Accounting Period	Expenditure Type	Vendor Name	Transaction Description	Transaction Amount
April 2022	885 Miscellaneous	SHEEP CREEK HYDRO INC	REC Purchase for My Clean Energy	\$22,224
April 2022	885 Miscellaneous	HYDRO TECHNOLOGY SYSTEMS INC	Payment for REC's for My Clean Energy Program	\$16,842
May 2022	885 Miscellaneous	3DEGREES GROUP INC	REC's Purchased for My Clean Energy Program	\$103,105
May 2022	010 General Services	WREGIS	My Clean Energy REC retirement costs for 2020 compliance year	\$203
June 2022	010 General Services	WREGIS	REC retirements for 2021 MCE	\$296
September 2022	885 Miscellaneous	STX COMMODITIES LLC	REC Purchase for My Clean Energy Program	\$52,500
September 2022	885 Miscellaneous	STX COMMODITIES LLC	REC Purchase for My Clean Energy Program	\$35,000
September 2022	810 Advertising Expenses	NATIONAL COLOR GRAPHICS INC	My Clean Energy Bill Insert - Advertising Expense	\$3,890
September 2022	810 Advertising Expenses	HANNA & ASSOCIATES INC	My Clean Energy Bill Insert - Advertising	\$700
September 2022	810 Advertising Expenses	NATIONAL COLOR GRAPHICS INC	US-Tax - USPOK-SALES	\$350
September 2022	810 Advertising Expenses	HANNA & ASSOCIATES INC	SALES TAX	\$20
October 2022	885 Miscellaneous	HYDRO TECHNOLOGY SYSTEMS INC	Payment for REC's for My Clean Energy Program	\$12,030
November 2022	810 Advertising Expenses	NATIONAL COLOR GRAPHICS INC	WA/ID My Clean Energy Bill Insert	\$2,968
Grand Total				\$250,128

Summary of communication activities in 2022:

- February: eConnections WA/ID. Join the My Clean Energy Program today!
- February: Print Connections WA/ID. An easy, low-cost way to support clean energy
- April: eBlast You MCE update and survey
- May: Residential May bill message WA/ID: Join Avista's MCE program by visiting myavista.com/MyCleanEnergy.
- June: Residential bill message WA/ID – same as above.
- June: WA/ID print Connections Join Avista's My Clean Energy program
- June: WA/ID eConnections Join Avista's My Clean Energy program
- October: WA/ID bill insert: Do you part for the environment – My Clean Energy for all electric customers
- December: WA/ID bill insert: My clean Energy for electric customers

Table 5 below provides the overall program fund balance, while Table 6 provides the break-down of program expenses. Please note, the revenue from the 100% Match Program was not recorded in the My Clean Energy program balance in 2022. This has been corrected with an adjustment taken in the first quarter of 2022 to properly account for this revenue in the My Clean Energy balance and is being captured in the monthly revenue going forward.

Table 5 – 2022 Program Fund Balance

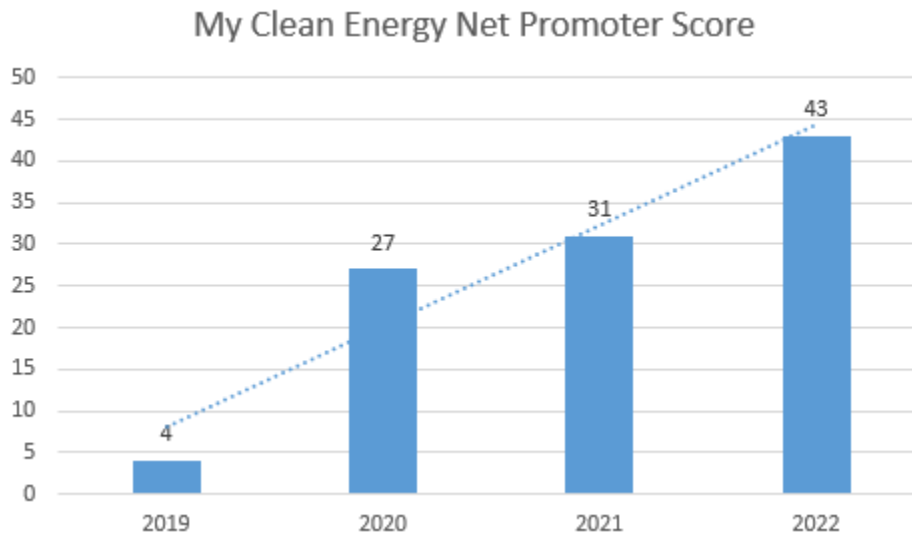
	Project Costs	OH Cost Adj	Return on Plant and Service	Generation Offset	Purchased RECs Accruals	Idaho Revenues	Washington Revenues		
	77703016	\$344.99/FTE		Energy @ Mkt	REC Purch Expense Accruals & Reversals	Conversion Factor - 0.949622	Conversion Factor - 0.956069	Sum	GL
Jan-22	\$1,567.52	\$26.95	\$701.25	\$(17.98)		\$(4,998.81)	\$(18,021.42)	\$(116,066.13)	\$(116,066.11)
Feb-22	\$652.27	\$16.17	\$701.25	\$(51.08)		\$(23,738.90)	\$(58,184.42)	\$(196,670.84)	\$(196,670.82)
Mar-22	\$481.13	\$10.78	\$701.25	\$(54.50)		\$(9,606.40)	\$(25,755.78)	\$(230,894.36)	\$(230,894.34)
Apr-22	\$1,580.90	\$38.81	\$701.25	\$(146.10)	\$39,066.00	\$(4,578.85)	\$(23,604.91)	\$(217,837.26)	\$(217,837.29)
May-22	\$1,356.67	\$29.11	\$701.25	\$(118.66)	\$103,104.96	\$(7,217.99)	\$(23,265.48)	\$(143,247.40)	\$(143,247.43)
Jun-22	\$827.53	\$12.94	\$701.25	\$(79.29)		\$(7,112.16)	\$(22,852.36)	\$(171,749.49)	\$(171,749.52)
Jul-22	\$383.62	\$15.09	\$701.25	\$(195.15)		\$(7,238.68)	\$(23,489.74)	\$(201,573.10)	\$(201,573.09)
Aug-22	\$676.98	\$9.70	\$701.25	\$(267.47)		\$(7,520.88)	\$(25,122.64)	\$(233,096.16)	\$(233,095.88)
Sep-22	\$5,368.70	\$5.75	\$700.98	\$(402.62)	\$87,500.00	\$(7,206.58)	\$(24,290.87)	\$(171,420.80)	\$(171,420.52)
Oct-22	\$405.44	\$8.62	\$701.52	\$(123.89)	\$12,030.00	\$(6,620.97)	\$(22,512.30)	\$(187,532.39)	\$(187,532.10)
Nov-22	\$3,263.80	\$6.47	\$701.52	\$(75.50)		\$(7,281.26)	\$(23,763.31)	\$(214,680.67)	\$(214,680.38)
Dec-22	\$391.48	\$8.62	\$700.71	\$(6.82)		\$(8,271.85)	\$(26,084.21)	\$(247,942.74)	\$(247,942.45)
Total	\$16,956.04	\$189.01	\$8,414.73	\$(1,539.06)	\$241,700.96	\$(101,393.33)	\$(316,947.45)	over	

Table 6 – 2022 Program Expenses

2021	Sch 95 Revenue Gross	Revenue Conversion Factor	Net Revenue
WA	\$302,087	0.956069	\$316,947
ID	\$93,998	0.949622	\$101,393
	\$396,084		\$418,341
Project Costs:			
010 General Services			\$498.73
340 Regular Payroll - NU			\$4,621.45
509 Pay Ben Inj & Dam			\$163.71
510 Payroll Benefits loading			\$2,009.68
511 Non-Service Loading			\$(281.94)
512 Incentive Loading-NU			\$343.88
515 Payroll Tax loading			\$384.30
516 Inctv Pyrrl Tax			\$21.52
520 Payroll Time Off loading			\$910.06
810 Advertising Expenses			\$7,928.34
885 Miscellaneous			\$3.00
910 Postage			\$352.94
RECs purchased			\$241,701
Power Supply solar offset			\$8,414.73
Overhead cost adjustment			\$189.01
Generation offset (credit)			\$(1,539.06)
Revenue offset			\$418,341
Net (Benefit)/Costs			\$(152,619)

Program Promotion and Education

In February, May, and June, Avista promoted the My Clean Energy program through a printed and emailed newsletter. Additionally, in April 2022, the Company conducted an annual Net Promoter Score (NPS) survey which saw an increase in the number of customers who indicated being a promoter of the program, rather than neutral or detracting, compared to 2021 results. These results indicate our recent efforts to promote and show the value of the program is being recognized by customers.



Lastly, existing My Clean Energy program customers received an annual subscriber newsletter in April 2022 and another promotional bill insert was sent to all customers in October 2022.

Product Label

Table 7 below includes the ‘program content label’ commonly associated with meeting environmental and consumer-protection standards set forth by the nonprofit Center for Resource Solutions.

Table 7 – 2022 Historical Product Content Label*

Generation facilities’ location:	37% WA, 25% CO, 38% OK
Energy Resource Mix:	63% Wind, 37% Hydro

* These figures reflect the RECs purchased on behalf of Idaho and Washington My Clean Energy customers in 2022.

Detailed Grant Project Information

There were no grants provided in 2022 and no current grant plans for 2023, however, Avista is monitoring the program budget and evaluating the surplus threshold needed to offer grants again. If the REC market stabilizes in pricing in 2023, the Company hopes to begin building a sufficient surplus budget to allow for grant opportunities.