Avista Corp.

AVISTA

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August 3, 2022

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

RE: Case No. AVU-E-22-02 Capacity Deficiency Period for the Avoided Cost Calculations

Dear Ms. Noriyuki:

Avista Corporation dba Avista Utilities (Avista or the Company) received Staff's letter filed on August 2, 2022 pertaining to Order No. 35466 in Case No. AVU-E-22-02 which establishes a new first capacity deficit date which occurs in December 2026. Staff's letter and corresponding attachments provide an update to the Surrogate Avoided Resource ("SAR") Model and recalculated avoided cost rates to reflect the new capacity deficit information. Avista has reviewed the attachments and would like to thank Staff for their update to the SAR model and agrees with Staff's calculations.

Please direct any questions regarding these comments to John Lyons at 509-495-8515.

Sincerely,

s Shawn Bonfield

Shawn Bonfield Sr. Manager of Regulatory Policy & Strategy Avista Utilities 509-495-2782 shawn.bonfield@avistacorp.com

Enclosure

RECEIVED