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Avista Corp.

1411 East Mission P.O. Box 3727 Spokane. Washington 99220-0500 Telephone 509-489-0500 Toll Free 800-727-9170

October 21, 2020

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

RE: Case No. AVU-E-20-11

Dear Ms. Noriyuki:

Attached for filing with the Commission is Avista Corporation's, doing business as Avista Utilities' filing in compliance with Order Nos. 33917, to establish its Capacity Deficiency Period to be used for the avoided cost calculations. The Commission issued Order No. 34814 acknowledging the Company's 2020 Integrated Resource Plan (IRP) on October 15, 2020. With this acknowledgement, Avista submits its Capacity Deficiency Period to establish a new deficiency date for the SAR avoided capacity cost.

Please direct any questions regarding this filing to John Lyons at 509-495-8515.

Sincerely,

Is/Shawn Bonfield

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

Enclosure

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IDANO PUBLIC UTRUTIES COMMISSION

Michael G. Andrea (ISB No. 8308) Senior Counsel Avista Corporation 1411 East Mission, MSC-17 Spokane, WA 99202 Phone: (509) 495-2564

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Attorney for Avista Corporation

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF AVISTA CORPORATION'S)
COMPLIANCE FILING TO UPDATE
AND ESTABLISH ITS CAPACITY DEFICIENCY)
PERIOD TO BE USED FOR AVOIDED COST
CALCULATIONS

CASE NO. AVU-E-20- 11

AVISTA CORPORATION'S COMPLIANCE FILING

I. INTRODUCTION

Avista Corporation, doing business as Avista Utilities (hereinafter Avista or Company), at 1411 East Mission Avenue, Spokane, Washington, respectfully submits to the Idaho Public Utilities Commission ("Commission") this filing, in compliance with Order Nos. 32697 and 32802 in Case No. GNR-E-11-03, seeking approval from the Commission of the capacity deficiency period to be utilized for the Company's avoided cost calculations.

Communications in reference to this filing should be addressed to:

Michael G. Andrea (ISB No. 8308) Senior Counsel Avista Corporation P.O. Box 3727 1411 E. Mission Avenue, MSC-17

Spokane, WA 99220 Phone: (509) 495-2564 Facsimile: (509) 777-5468 Michael.Andrea@avistacorp.com Shawn Bonfield Sr. Manager, Regulatory Policy Avista Corporation P.O. Box 3727 1411 E. Mission Avenue, MSC-27 Spokane, WA 99220-3727 Phone: (509) 495-2782

Shawn.Bonfield@avistacorp.com

II. BACKGROUND

In Order No. 33917 the Commission amended Order No. 32697 such that utilities were to file "their first capacity deficiency cases after the Commission has acknowledged their IRP reports." Avista filed its 2020 Electric IRP with the Commission on February 28, 2020. On October 15, 2020, the Commission issued Order No. 34814 acknowledging the 2020 IRP.

V. CAPACITY DEFICIENY PERIOD

Avista's 2020 IRP identifies the first load deficit in January 2026. The deficit is a direct result of the expected economic loss of Colstrip Units 3 and 4 no longer serving Avista's customers system-wide at the end of 2025. The loss is compounded with the expiration of the Lancaster PPA in October 2026. Figures 1 and 2 show the net peak position for both the winter and summer peak hour positions from Figures 7-1 and 7-2 on page 7-4 of the 2020 IRP respectively. Figure 3 shows Avista's annual average energy load and resources balance as identified in Figure 7.3 of the 2020 IRP on page 7-5.

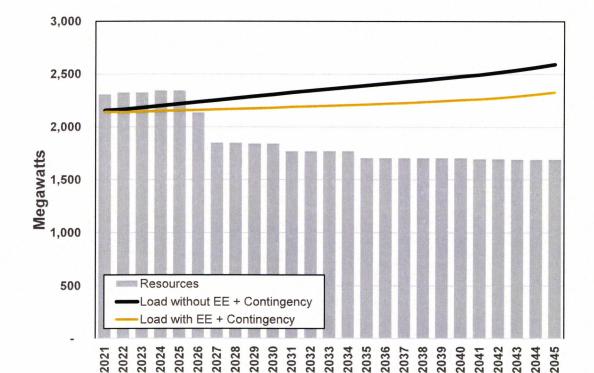


Figure 1: Winter One-Hour Capacity Load & Resources

Figure 2: Summer One-Hour Capacity Load & Resources

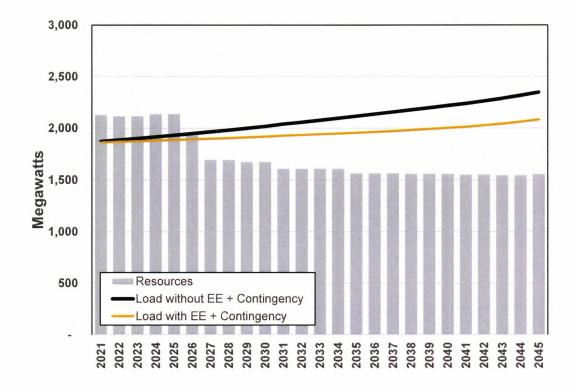
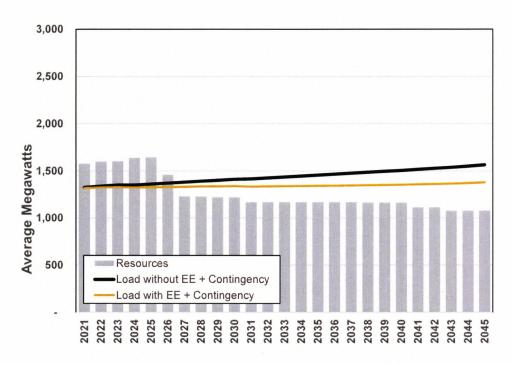


Figure 3: Annual Average Energy Load & Resource Balance



VI. MODIFIED PROCEDURE

Avista believes that a hearing is not necessary to consider the issues presented herein and respectfully requests that this Application be processed under Modified Procedure, i.e., by written submissions rather than by hearing. RP 201 et seq. If the Commission determines that a technical hearing is necessary, the Company will be ready to prepare and present its testimony in such hearing.

VII. REQUEST

The Company respectfully requests that the Commission issue an order to approve of its capacity deficiency period, with a first deficit occurring in January 2026.

DATED at Spokane, Washington, this 21st day of October, 2020.

AVISTA CORPORATION

By /s/ Michael Andrea
Michael G. Andrea
Senior Counsel for
Avista Corp.