



Equity Advisory Group Meeting

CEIP: Customer Benefit Indicators

Meetings June 9 & 10, 2021

Agenda

- Introductions
- Agenda Review
- Clean Energy Overview
- Equity Advisory Group Discussion

Public Participation

We need your help to us ensure customers are benefiting from the transition to clean energy through the:

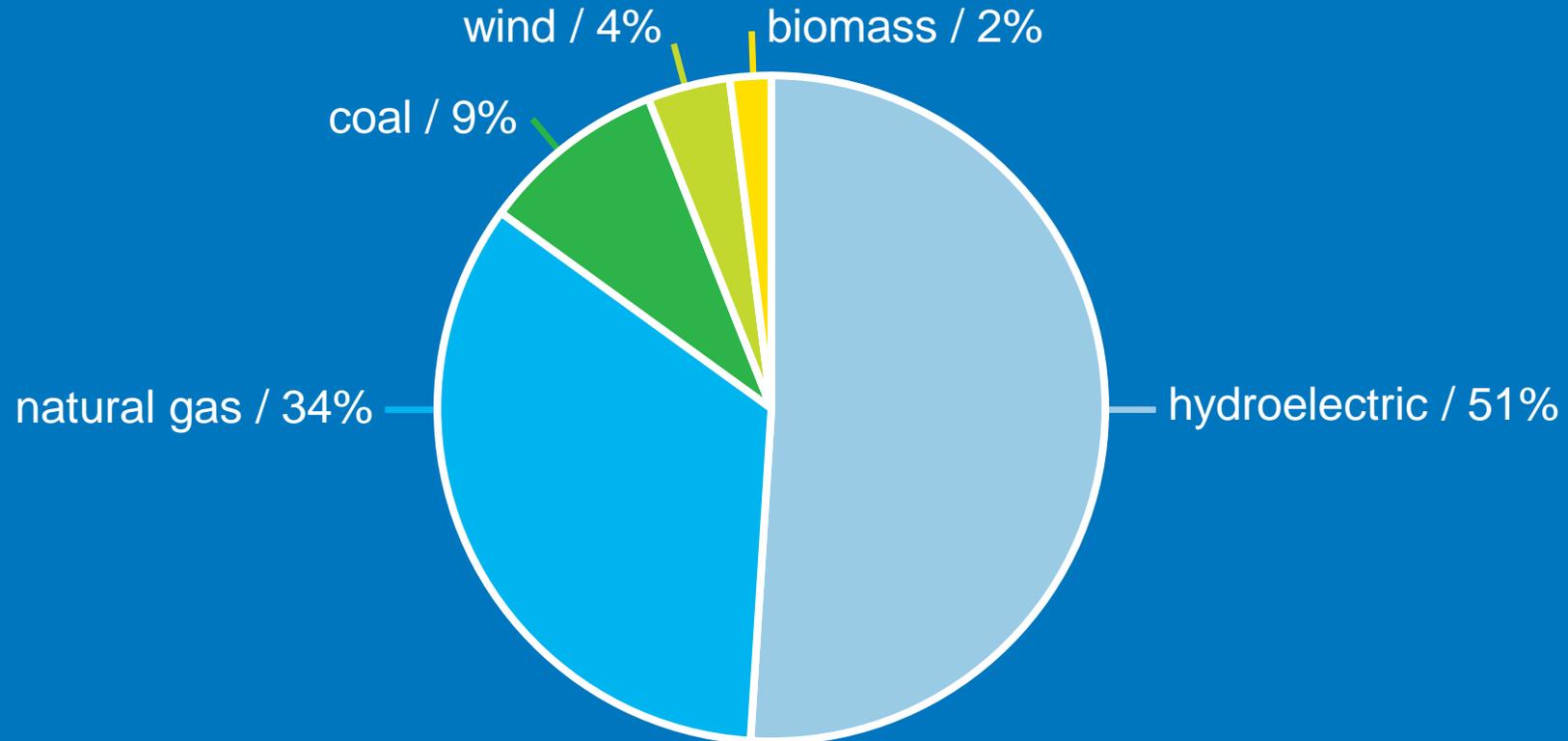
- ✓ Equitable distribution of energy and non-energy benefits and reductions of burdens to vulnerable populations and highly impacted communities
- ✓ Long-term and short-term public health and environmental benefits
- ✓ Reductions of costs and risks
- ✓ Energy security and resiliency

Clean Energy Transformation Act (CETA)

- Senate Bill 5116, passed by legislature in 2019
- Applies to all electric utilities in Washington and sets specific milestones to reach 100% clean electric supply
 - ✓ 2025 eliminate coal-fired resources from serving Washington customers
 - ✓ 2030 electric supply must be greenhouse gas neutral
 - ✓ 2045 electric supply must be 100% renewable or be generated from zero-carbon resources



Current Supply Mix



(Source: Avista 2020 Quick Facts)

Note this is system capability. Does not represent resource assignment to customer demand.

Does not include Rattlesnake Wind Project and Customer-owned Solar

CETA

Sequence of Events



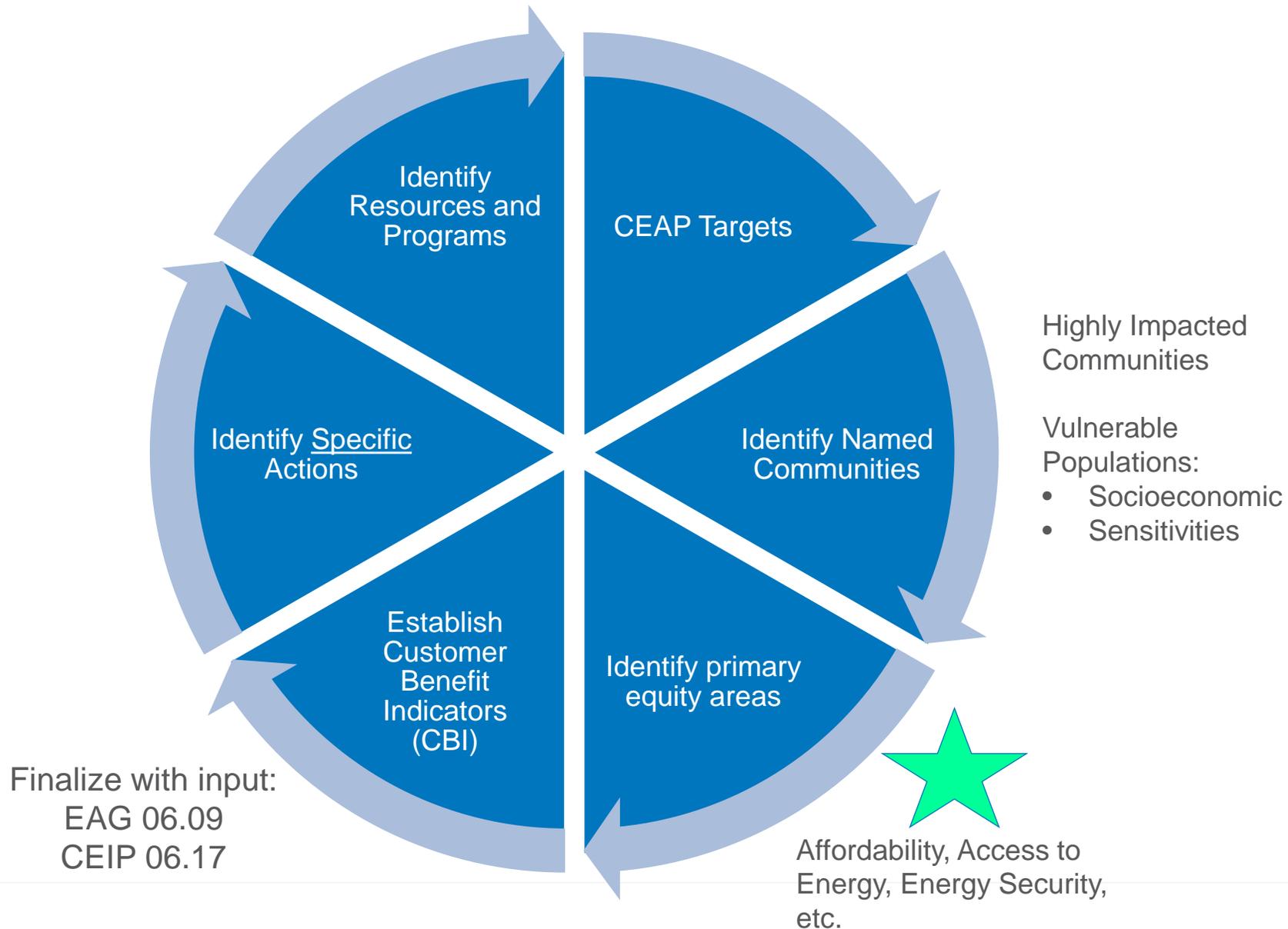
Clean Energy Implementation Plan (CEIP)

The CEIP establishes the actions the utility will take to comply with CETA goals over the next four years.

Includes:

- Interim Targets
- Specific Targets
 - Demand Response
 - Energy Efficiency
 - Renewable Energy
- Customer Benefit Indicators and metrics

Overall Process and Progress



Equity at the Core

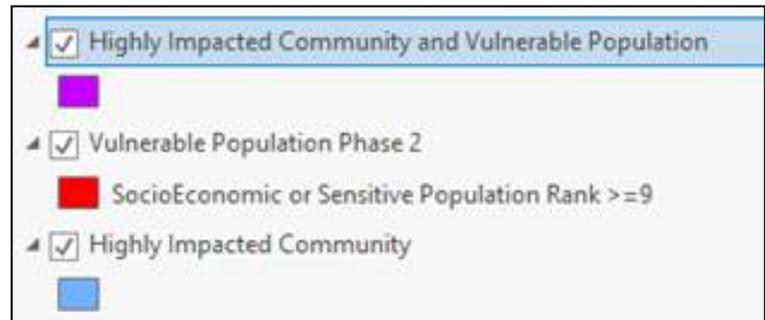
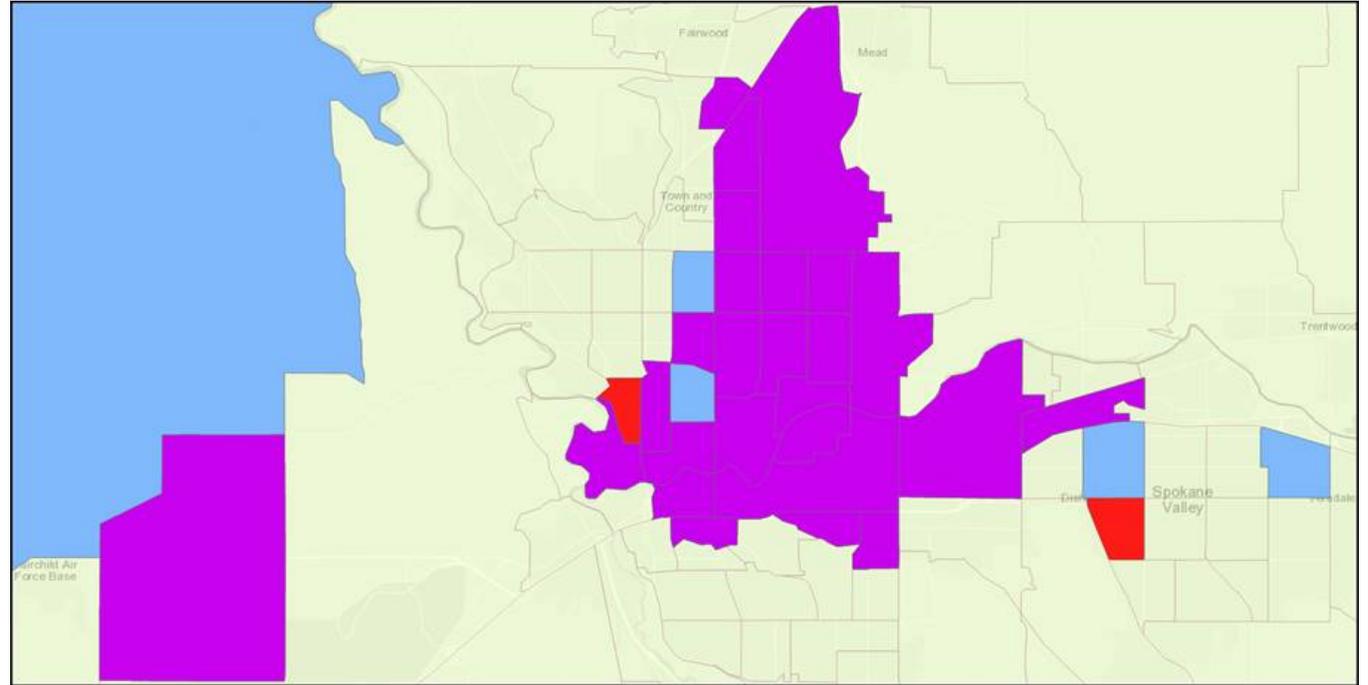
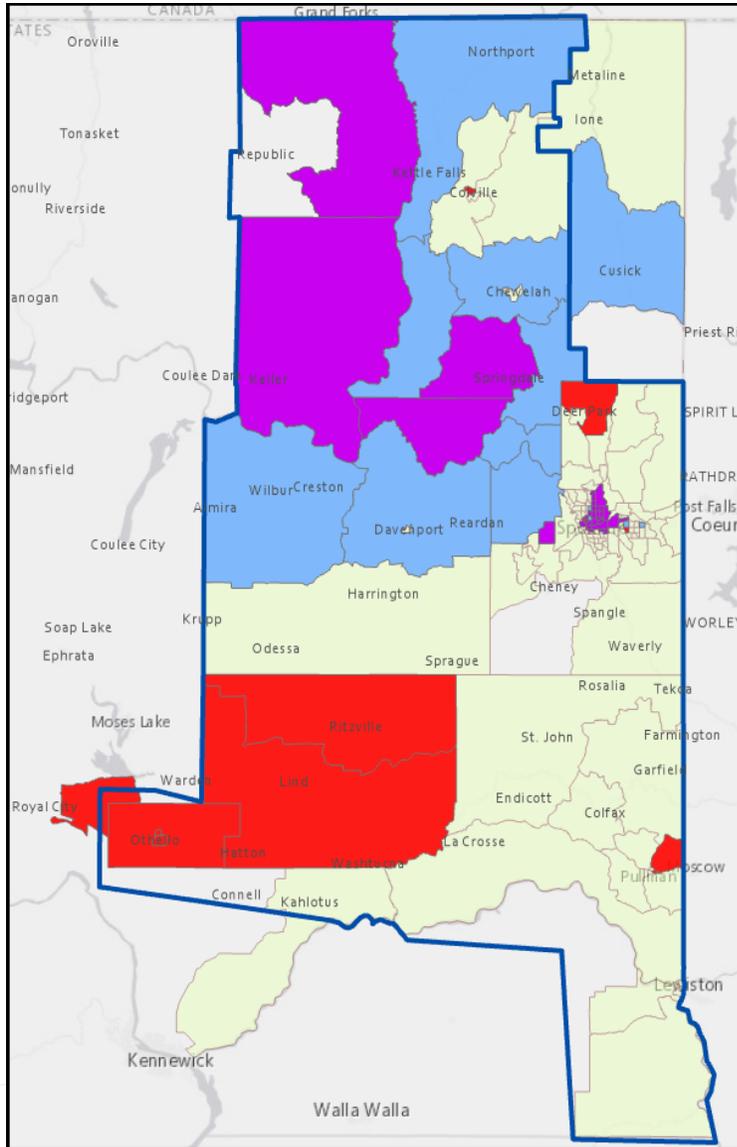
Ensure that all customers are benefiting from the transition to clean energy through

- the equitable distribution of energy and nonenergy benefits and reduction of burdens to vulnerable populations and highly impacted communities



Avista's Named Communities

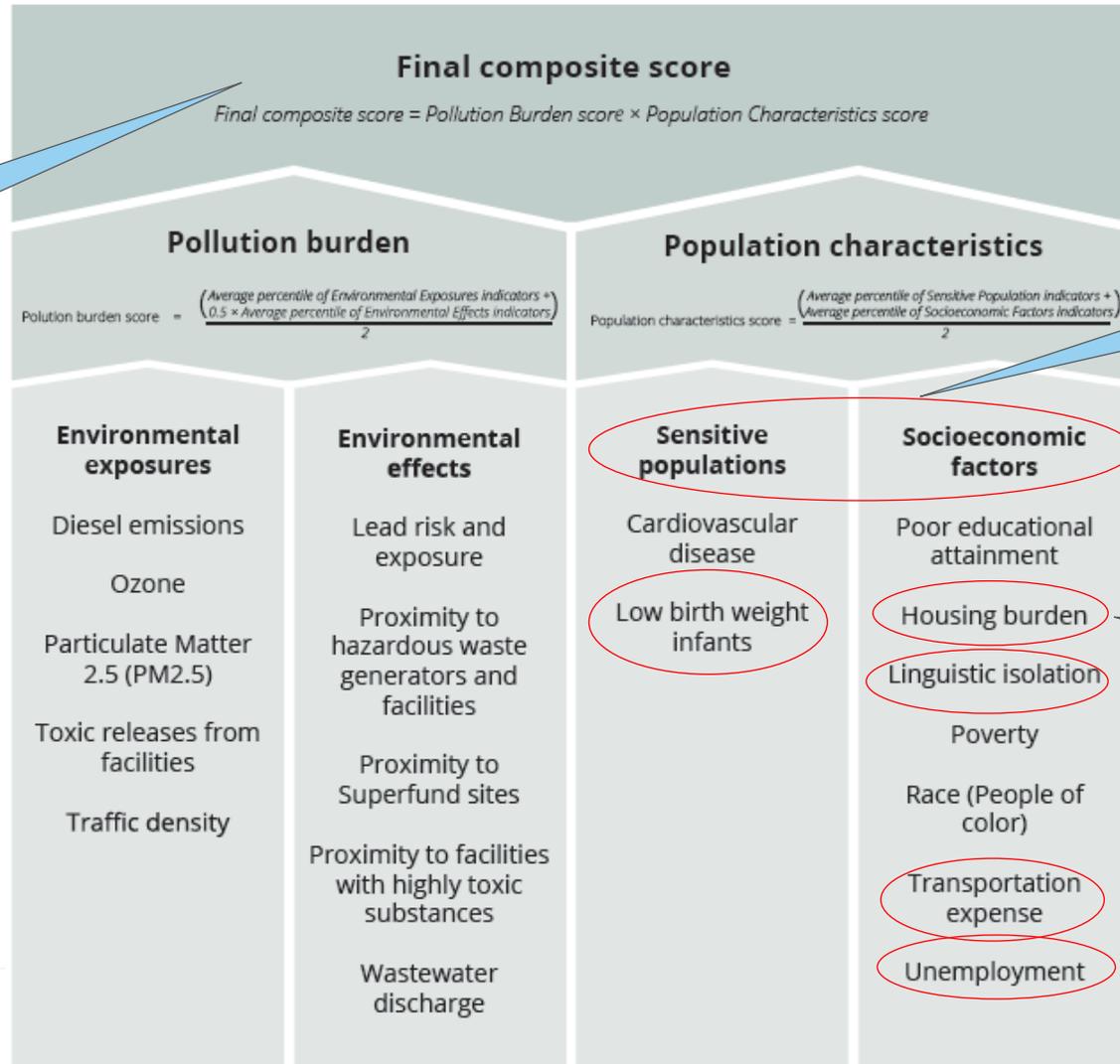
Highly Impacted and Vulnerable Populations



Vulnerable Population Characteristics



Highly Impacted Communities Metric



Vulnerable Population Metric

Circled indicators are called out in CETA definitions

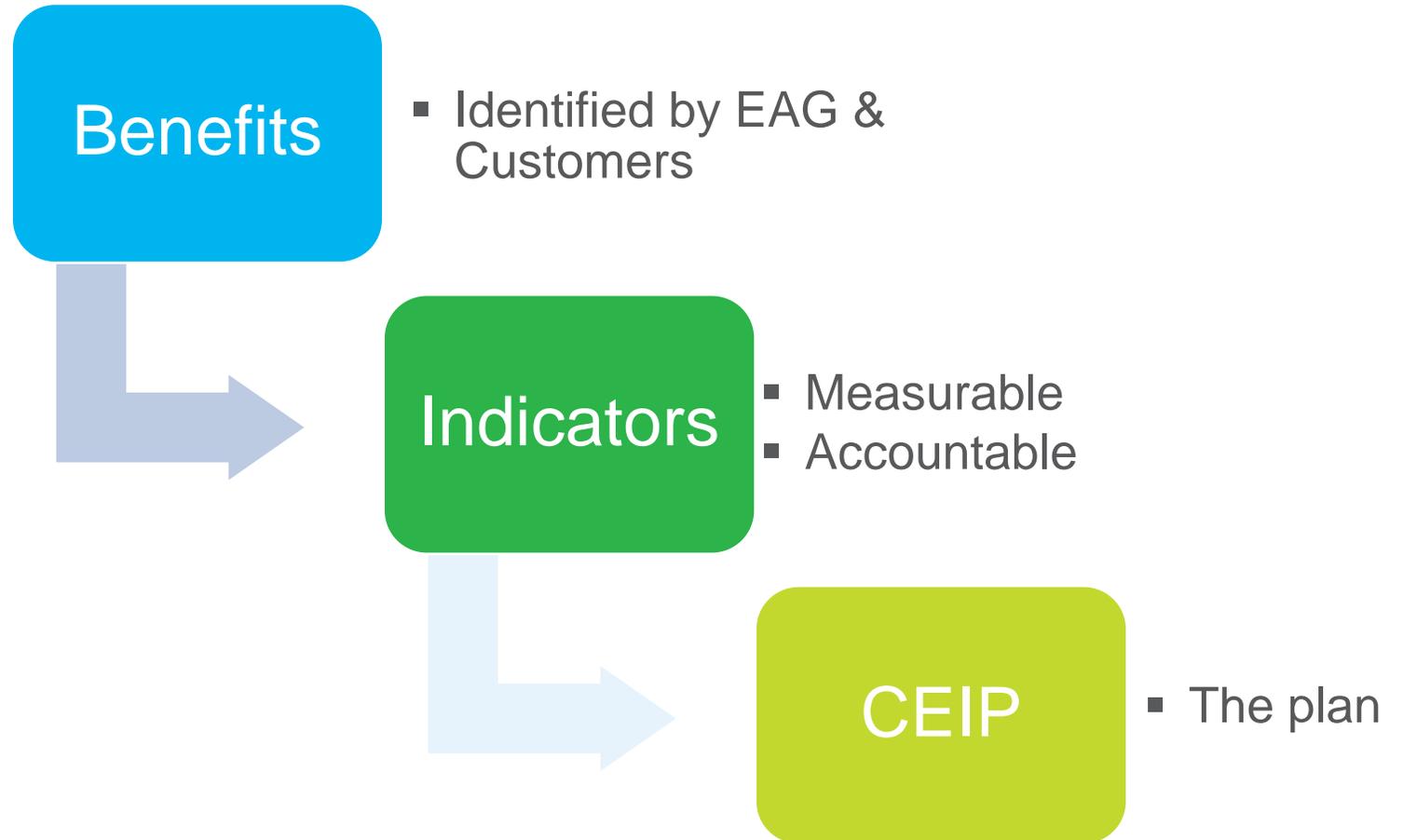
Customer Benefit Indicators

CBIs are required to ensure the equitable distribution of energy and non-energy benefits and reductions of burdens to highly impacted communities and vulnerable populations

| Who? | Benefits | | | | | |
|---|-----------------|-------------|---------------------|----------------|----------------------|------------|
| Highly impacted communities and vulnerable populations | Energy Benefits | | Non-Energy Benefits | | Reduction of Burdens | |
| All Customers, including highly impacted communities and vulnerable populations | Public Health | Environment | Cost Reduction | Risk Reduction | Energy Security | Resiliency |

Developing the Clean Energy Implementation Plan

- Balancing a variety of input and feedback
- Meeting regulatory requirements
- Ability to modify and improve



Equity Advisory Group Discussion

- Break as we transition to meeting of EAG members
- Discussion:
 - How could the transition to clean energy benefit customers?
 - Through **availability**?
 - Through **access to clean energy**?
 - Through **changes to the environment**?
 - Through **energy security, reliability, and resilience**?
 - Through **community and economic development**?
 - How could the transition to clean energy unintentionally harm customers?
 - What are our suggested prioritized indicators?