



**Avista Corp.**

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March 31, 2026

Jeff Killip  
Executive Director and Secretary  
Washington Utilities and Transportation Commission  
621 Woodland Square Loop SE  
Lacey, Washington 98503

Re: Docket UE-26\_\_\_\_\_ Energy Recovery Mechanism (ERM) Annual Review for 2025

Dear Mr. Killip:

Attached for filing with the Washington Utilities and Transportation Commission (Commission) is an electronic copy of the Avista Corporation's (Avista or Company) Tariff Schedule 93, Power Cost Surcharge.

Sixteenth Revision Sheet 93	Canceling	Sub. Fifteenth Revision Sheet 93
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This proposed rate adjustment is related to Avista's Annual Energy Recovery Mechanism (ERM) Review for calendar year 2025. This annual filing is in accordance with Docket UE-011595, which requires Avista to file annual testimony and supporting workpapers on or before April 1 in order for prudence to be determined for the power costs deferred in the previous calendar year.

This filing consists of the direct testimony and exhibits of Kevin M. Holland and Annette M. Brandon. Mr. Holland provides an overview of the history of the ERM and provides a summary of the factors contributing to the power cost deferrals during the 2025 calendar year review period. Ms. Brandon's testimony describes the accounting associated with the ERM and a summary of the 2025 Solar Select program approved in Docket UE-180102.

In 2025, actual net power costs were greater than authorized net power costs for Washington by \$77,827,861. Of this amount, \$13,782,786 was absorbed by the Company, and \$64,045,075 was deferred in the surcharge direction. For 2025, specific adjustments of \$335,070 were recorded to the ERM account ((\$317,262 related to 2024 CCA true-up and \$17,808 related to tariffs) and \$1,103,431 in interest. The total 2025 ERM deferral was \$65,483,576. Including interest and prior period amortizations, offset by the level of revenue already built into Schedule 93 rates, the incremental increase as a result of this filing is \$72,626,718, or 8.9%. As discussed by Ms. Brandon, when the proposed increase is coupled with the

coincidentally-filed Schedule 99 decrease (Colstrip 2025 Compliance Filing in Docket UE-240891) also proposed to be effective on July 1, 2026, the net increase for July through September 2026 is 5.9%.

Avista, through its Direct Testimony and Exhibits, is disclosing certain information that is CONFIDENTIAL and constitutes VALUABLE COMMERCIAL INFORMATION as defined by WAC 480-07-160. Enclosed are confidential power purchase agreements, position reports, a transaction detail report, variance analysis reporting, and solar select reporting that are Confidential pursuant to WAC 480-07-160.

Please direct any questions related to this filing to Annette Brandon at [Annette.brandon@avistacorp.com](mailto:Annette.brandon@avistacorp.com) or (509) 495-4324.

Sincerely,



Patrick D. Ehrbar  
Director of Regulatory Affairs



AVISTA CORPORATION  
d/b/a Avista Utilities

SCHEDULE 93

POWER COST SURCHARGE - WASHINGTON

APPLICABLE:

To Customers in the State of Washington where the Company has electric service available. This Power Cost Surcharge shall be applicable to all retail customers for charges for electric energy sold and to the flat rate charges for Company-owned or Customer-owned Street Lighting and Area Lighting Service. This Surcharge is designed to recover extraordinary power costs incurred by the Company, as ordered by the Washington Utilities and Transportation Commission (WUTC).

MONTHLY RATE:

The energy charges of the individual rate schedules are to be increased by the following amounts:

**July 1, 2026 – June 30, 2027**

Schedules 1, 7 & 8	1.485¢ per kwh
Schedules 11, 12, 13, 17 & 18	1.489¢ per kwh
Schedules 21, 22 & 23	1.571¢ per kwh
Schedules 25 & 25l	1.489¢ per kwh
Schedules 31 & 32	1.470¢ per kwh
Schedules 42 – 48	1.694¢ per kwh

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TERM:

The energy charges above will be increased for the July 1, 2026 through June 30, 2027 time period.

(C)

SPECIAL TERMS AND CONDITIONS:

Service under this schedule is subject to the Rules and Regulations contained in this tariff.

The above Rate is subject to increases as set forth in Tax Adjustment Schedule 58

Issued March 31, 2026

Effective July 1, 2026

Issued by Avista Utilities  
By

Patrick Ehrbar, Director of Regulatory Affairs

