Avista Corp.

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 Spokene, Washington 99220-3727

 Telephone 509-489-0500

 Toll Free 800-727-9170



July 29, 2002

Carole Washburn, Executive Secretary Washington Utilities & Transportation Commission 1300 S. Evergreen Park Drive S. W. P.O. Box 47250 Olympia, Washington 98504-7250

Dear Ms. Washburn:

Enclosed for filing with the Commission are an original and nineteen copies of Avista Utilities' Low-Income Rate Assistance Program (LIRAP) Annual Report for the period May, 2001 through April, 2002. This is the Company's First LIRAP Annual Report and is filed pursuant to authorizations in Docket Nos. UE-010436 and UG-010437.

Please contact me at (509) 495-8706 regarding any related matters.

Sincerely,

Bruce Folsom

Manager, Regulatory Compliance

Enc.