

February 1, 2017

AVISTA

VIA: UTC Portal

Steven V. King Executive Director and Secretary Washington Utilities & Transportation Commission 1300 S. Evergreen Park Drive S. W. P.O. Box 47250 Olympia, Washington 98504-7250

Dear Mr. King:

RE: Docket UE-131883 – Annual Report on Distributed Generation and State Tax Incentive

Attached for filing with the Commission is an electronic copy of Avista Corporation's dba Avista Utilities ("Avista" or "the Company") Annual Report on Distributed Generation and State Tax Incentive in accordance with the Washington Utilities and Transportation Commissions Notice issued in Docket No. UE-131883 on May 20, 2016 and a "Revised" copy of the Company's Distributed Generation Six-Month Update.

Included in this filing is the Company's report on the Distributed Generation Tax Incentive for fiscal year July 1, 2015 through June 30, 2016, with sample customer communications, as well as the Six-Month Update of Distributed Generation systems interconnected to the Company's electric system as of October 31, 2016.

As the Company was preparing the Distributed Generation Six-Month Update included within this report, it realized that the information included in its Distributed Generation Annual Report submitted on August 1, 2016 reflected the number on a "combined system" basis in Washington and Idaho. The Company has therefore included a "revised" Annual Report with this filing that reflects information for its Washington jurisdiction only for the 12-month period ending on April 30, 2016.

If you have any questions regarding this information, please contact Shawn Bonfield at 509-495-2782 or myself at 509-495-4975.

Sincerely,

/s/Linda Gervais/

Linda Gervais Senior Manager, Regulatory Policy Avista Utilities 509-495-4975 <u>linda.gervais@avistacorp.com</u>

