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June 21, 2018

Mark L. Johnson  
 Executive Director and Secretary  
 Washington Utilities and Transportation Commission  
 1300 Evergreen Park Drive SW  
 Olympia WA 98504-7250

Docket UE-171210  
 WAC 480-100-262 & 480-90-262

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 COMMISSION

We are submitting the following information in compliance with WAC 480-100-262 and 480-90-262 for the sale of securities not to exceed \$500,000,000<sup>2</sup>.

On May 22, 2018, Avista Corp. issued \$375.0 million of 4.35 percent First Mortgage Bonds due in 2048 under a bond purchase agreement and were registered under the Securities Act of 1933. The new First Mortgage Bonds were issued under and in accordance with the Mortgage and Deed of Trust, dated as of June 1, 1939, from the Company to Citibank, N.A., trustee, as amended and supplemented by various supplemental indentures and other instruments.

In connection with pricing of the First Mortgage Bonds we cash settled seven interest rate swap contracts and paid a total of \$26.2 million, which will be amortized as a component of interest expense over the life of the debt.

The total net proceeds from the sale of the new bonds were used to repay various maturities, repay a portion of the borrowings outstanding under the Company's \$400.0 million committed line of credit and for general corporate purposes.

Table 1.

Item	Dollar Amount	Percent of Total
Gross Proceeds	\$375,000,000	100.0%
Discount	(378,750)	(0.10)
Underwriters' Discount	(3,281,250)	(0.88)
Proceeds Payable to Applicant	<b>371,340,000</b>	<b>99.0</b>
Interest Rate Swaps	(26,244,507)	(7.0)
Other Issuance/Technical Services Expenses	(1,061,603)	(0.3)
<b>Net Proceeds<sup>1</sup></b>	<b>\$344,295,403</b>	<b>91.74%</b>

<sup>1</sup> The Company is expecting additional fees primarily related to additional legal expenses currently unbilled, which may reduce the Company's net proceeds.

<sup>2</sup> This filing is compliant with the Commission's Order No. 1 under docket UE-151822.

Please contact Karrie Wilson at (509) 495-2345 if you have any questions.

Sincerely,

A handwritten signature in cursive script that reads "Patrice K. Gorton". The signature is fluid and elegant, with a large initial 'P' and a long, sweeping tail on the 'n'.

Patrice K. Gorton

Director of Finance and Assistant Treasurer