

**BEFORE THE WASHINGTON STATE
UTILITIES AND TRANSPORTATION COMMISSION**

In the Matter of the Application of)	DOCKET NO. UE-051417
)	
Avista Corporation,)	ORDER NO. 02
)	
Petitioner,)	
)	
For an Order Establishing)	
Compliance with RCW 80.08.040,)	
with Respect to its Proposal to amend)	
Order No. 01 and sell an additional)	ORDER ESTABLISHING
\$50,000,000 of debt.)	COMPLIANCE: RCW 80.08.040
.....)	

BACKGROUND

- 1 On November 17, 2005, Avista Corporation, (“Avista” or ‘the Company”) filed a request with Washington Utilities and Transportation Commission (Commission) a request to amend Order No. 01 so the Company may issue an additional \$50,000,000 of debt to take advantage of favorable market conditions currently available at this time.

- 2 In that previous order the Commission found that Avista’s plan to issue \$100,000,000 million of new securities met all the notice requirements of Chapter 80.08 RCW and related rules in Chapters 80-90/100 WAC.

- 3 The Company requests an order affirming that the Company is in compliance with the requirements if it were to issue the additional \$50,000,000 of debt.

- 4 According to the amended application and supporting materials filed by the Company, all other elements of the original notice and subsequent order remain unchanged.

FINDINGS AND CONCLUSIONS

- 5 (1) Avista is an electric and natural gas company providing services within the state of Washington. As a public service company, it is subject to the jurisdiction of the Commission under the provisions of Chapter 80.08 RCW.
- 6 (2) As to form, the application herein meets the requirements of Chapter 80.08 RCW and the rules and regulations of the Commission adopted pursuant thereto. *Chapter 480-90/100 WAC.*
- 7 (3) This matter was brought before the Commission at its regularly scheduled meeting on November 30, 2005.
- 8 (4) The Company's application in this Docket contains the necessary information required to inform the Commission of its plans to issue new securities.

ORDER

THE COMMISSION ORDERS:

- 9 (1) Avista Corporation is in compliance with the requirements of RCW 80.08.040 with respect to the proposals set forth in its application to amend our previous order issued in this docket and increase the amount it will sell under that notice to \$150,000,000.
- 10 (2) The Company is directed to file a Report of Securities Issued as required by WAC 480-146-340. The Company is also required to file verified copies of any agreement entered into in connection with any transaction pursuant to this Order. Finally, the Company shall file a verified

statement setting forth in reasonable detail the disposition of the proceeds of each offering made pursuant to this Order.

- 11 (3) This Order shall in no way affect the authority of this Commission over rates, services, accounts, valuations, estimates, or determination of costs, or any matters whatsoever that may come before it, nor shall anything herein be construed as acquiescence in any estimate or determination of costs, or any valuation of property claimed or asserted.

The Commissioners, having determined this filing complies with the notice requirements of Chapter 80.08 RCW, directed the Secretary to enter this Order.

DATED at Olympia, Washington, and effective this 30th day of November, 2005.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

CAROLE J. WASHBURN, Secretary