May 29, 2008

Patrick Ehrbar
Regulatory Analyst
Avista Corporation
1411 East Mission
P.O. Box 3727
Spokane, Washington 99220-0500

Re: Acknowledging Receipt of Decoupling Evaluation Plan

Docket UG-060518

Dear Mr. Ehrbar:

This letter acknowledges that Avista Corporation filed its Decoupling Evaluation Plan with the Washington Utilities and Transportation Commission (Commission) on April 30, 2008, in accordance with the terms of Order 05.

The Commission commends all parties for their participation in a successful collaborative process that produced this consensus plan. At this time, the Commission offers no further guidance or any approval of the plan as submitted. The Commission looks forward to carefully reviewing the completed evaluation next spring.

Sincerely,

Carole J. Washburn Executive Secretary