

Avista Corp.
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February 16, 2011

Sent via Overnight Mail

Mr. David Danner, Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
P. O. Box 47250
Olympia, Washington 98504-7250

Re: Docket No. UE-11_____ Energy Recovery Mechanism (ERM)
Avista's Annual Filing to Review Deferrals (2010 Calendar Year)

Dear Mr. Danner:

This letter serves as Avista Corporation's annual filing to review ERM deferrals for the 2010 calendar year. The Settlement Stipulation approved in Docket No. UE-011595 by the Fifth Supplemental Order dated June 18, 2002, requires that Avista make an annual filing on or before April 1st of each year to provide opportunity for the Commission and interested parties to review the prudence of and audit the ERM deferral entries for the prior calendar year.

As a result of the Settlement Stipulation approved in Docket Nos. UE-100467 and UG-100468 by Order 07 dated November 19, 2010, no ERM deferral entries were made in 2010. Hence, there are no deferral entries to review, or audit for 2010.

Enclosed for filing are an original and 12 copies of this letter. Also enclosed is a certificate of service.

Please direct any questions related to this filing to Ron McKenzie at (509) 495-4320.

Sincerely,

A handwritten signature in cursive script that reads "Kelly Norwood".

Kelly Norwood
Vice President State and Federal Regulation

Enclosures
RM

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that I have served Avista Corporation's annual filing to review ERM deferrals for the 2010 year, by mailing a copy thereof, postage prepaid to the following:


Mr. David Danner, Executive Director & Secretary
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Dated at Spokane, Washington this 16th day of February 2011.



Patty Olsness
Rates Coordinator