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May 20, 2015

Mr. Steven King
Executive Director & Secretary
Washington Utilities and Transportation Commission
1300 Evergreen Park Drive South
Olympia WA 98504-7250

Dear Mr. King:

Enclosed herewith please find the Annual Report of Securities Transactions for calendar year 2014 for Avista Corporation pursuant to WAC 480-100-262 and WAC 480-90-262.

Please contact Rich Stevens at (509) 495-4330 if you have any questions.

Sincerely,

A handwritten signature in blue ink, appearing to read "M. Thies", is positioned above the typed name of the sender.

Mark T. Thies
Senior Vice President and Chief Financial Officer

Enclosure initial

2014 ANNUAL REPORT OF SECURITIES TRANSACTIONS
TO THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

This report sets forth the information required by WAC 480-90/100-262 for the securities transactions of Avista Corporation (“Avista” or “Company”) during calendar year 2014.

SECURITIES ISSUED:

Issuance of Short-Term Debt

On April 18, 2014, the Company amended the \$400.0 million committed line of credit agreement with various banks. The committed line of credit was originally entered into on February 11, 2011 and amended on December 14, 2011.

Amendments to the committed line of credit include an extension of the expiration date to April 18, 2019 from February 10, 2017. The amendment also provides the Company the option to request an extension of the committed line of credit for an additional one or two years beyond April 18, 2019, provided there is no event of default prior to the requested extension and the requested extension does not cause the remaining term until the expiration date to exceed five years. In addition to extending the expiration date, the amendment also adds a lower pricing level to the applicable interest rate and it decreases the limit on letters of credit issuances under the committed line of credit from \$300.0 million to \$200.0 million. The amended committed line of credit is secured by \$400.0 million of non-transferable First Mortgage Bonds of the Company issued to the agent bank. Such First Mortgage Bonds would only become due and payable in the event, and then only to the extent, that the Company defaults on its obligations under the committed line of credit

The following table is a summary of borrowings under the Company’s \$400 million credit facility for the 12 months ended 12/31/2014. The proceeds were used for daily working capital purposes, general corporate purposes, and other purposes allowed by RCW 80.08.040. There were direct fees or expenses paid in connection with the issuance of short-term debt during 2014, they were as follows:

	Weighted average borrowings outstanding	Weighted average rate	Period Interest	Facility Fees
\$400mm Credit Facility	\$62,087,671	1.011%	\$635,600	\$407,945

Issuance of Long-Term Debt

In December 2014, the Company issued \$60.0 million of 4.11 percent First Mortgage Bonds due in 2044.

Use of Proceeds

The total net proceeds, detailed in Table 1 below, from the sale of the new bonds were used to pay down short term borrowings, general corporate purposes, and other purposes allowed by RCW 80.08.030.

Level of Expenses

	Dollar Amount	Percent of Total
Gross Proceeds	\$60,000,000	100.0%
Arrangement Fees	(180,000)	(0.3)
Proceeds Payable to Applicant	59,820,000	99.7
Interest Rate Swaps	5,429,000	9.0
Other Issuance/Technical Services Expenses	(247,432)	(0.4)
Net Proceeds	\$65,001,568	108.3

Issuances of Common Stock

During 2014, the Company issued a total of 194,796 new shares of common stock under the dividend reinvestment, employee stock ownership, and long-term incentive plans. The total proceeds from the issuance of common stock in 2014 was \$4.1 million (net of issuance costs).

Use of Proceeds

The total net proceeds of \$4.1 million under the plans were used to pay down short term borrowings, general corporate purposes, and other purposes allowed by RCW 80.08.030.

Level of Expenses

The expenses paid in connection with the issuance of the Common Stock with regards to the Dividend Reinvestment Plan, the 401(K) plan and the Long-Term incentive plans through December 31, 2014 were as follows:

Description	Amount
Underwriters Fee	-
Legal Fees	74,538
Accountant's Fee	-
Misc	-
Total	74,538

Additionally, in 2014, the Company issued 4,501,441 shares of common stock to acquire AERC. The following is the detail:

Shares	Date	Price
4,501,441	7/1/2014*	\$33.35

* Note: 4,500,014 shares were issued on 7/1/14, with an additional 1,427 shares issued in October 2014 for the net working capital adjustment.

The shares were issued to acquire the equity interests in AERC.

The expenses paid in connection with the issuance of the common stock with regards to the AERC Merger were as follows:

Description	Amount
Underwriters Fee	-
Legal Fees	\$427,042
Accountant's Fee	\$29,048
Printing Fee	\$10,831
Misc	\$21,631
Total	\$488,552

Schedule of securities retired, refunded, repurchased, or otherwise removed

The Company began a stock repurchase program in July 2014, upon the closure of the Ecova sale transaction. Repurchases were made in the open market or in privately negotiated transactions. In 2014, the Company repurchased 2,529,615 shares at a total cost of \$79.9 million and an average cost of \$31.57 per share. All repurchased shares reverted to the status of authorized but unissued shares.

The Company had no debt maturities in 2014.

Schedule of securities scheduled to mature in the calendar year of 2015

A second stock repurchase program, of up to 800,000 shares, of the Company's outstanding common stock, commenced on January 2, 2015, and continued through March 31, 2015 (first quarter 2015 program). From January 2, 2015 through March 31, 2015, the Company repurchased 89,400 shares under the first quarter 2015 program at a total cost of \$2.9 million and an average cost of \$32.66 per share. All repurchased shares reverted to the status of authorized but unissued shares.

The Company has no scheduled debt maturities in 2015.