

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION
COMMISSION

In the Matter of the Request of

AVISTA CORPORATION,

For an Order establishing Compliance with
Chapter 80.08 RCW

Docket No. UE-011476

ORDER ESTABLISHING
COMPLIANCE WITH
RCW 80.08.040

BACKGROUND

1 On October 31, 2001, Avista Corporation (Avista), filed an application with the
Commission under the provisions of chapter 80.08 RCW for an order establishing
compliance with the requirements of that statute in connection with Avista's proposed
offering, issuance, and sale of securities, in a total amount of up to and including
\$250,000,000 and for terms which may exceed 364 days.

2 Avista has filed certain information with the Commission as required under RCW
80.08.040 and has requested the Commission enter an order that Avista and the
proposed offering, issuance, and sale of securities by Avista comply with the
requirements of chapter 80.08 RCW.

3 This matter was brought before the Commission at its regularly scheduled open
meeting on November 28, 2001. The Commissioners, having been fully advised in the
matter, and having determined the following order to be consistent with the public
interest, directed the Secretary to enter the following order and related provisions.

FINDINGS

4 THE COMMISSION FINDS:

5 (1) Avista, a Washington corporation, is a public service company subject to the
jurisdiction of this 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.

7 (3) The application in this docket contains: (a) a description of the purposes for
which the proposed securities will be issued along with certification by an
authorized officer that the proceeds from this financing will be used for the
purpose allowed by chapter 80.08 RCW; (b) a description of the proposed

issuance, including the terms of financing; and (c) a statement as to why the proposed transactions are in the public interest.

- 8 (4) An order finding the application and the proposed offering, issuance and sale of securities by Avista comply with the requirements of chapter 80.08 RCW should be entered.

ORDER

THE COMMISSION ORDERS:

- 9 (1) The application filed by Avista Corporation, and the proposed offering, issuance, and sale of the securities by Avista Corporation as described in the application comply with the requirements of chapter 80.08 RCW.
- 10 (2) Avista Corporation shall file, as soon as available:
- (a) The reporting of securities transaction required by WAC 480-146-340.
 - (b) Verified copies of any agreement entered into in connection with any transaction pursuant to this order.
- 11 (3) This order shall in no way affect the authority of this Commission over rates, service, accounts, valuations, estimates or determination of costs, or any matters whatsoever that may come before it, not shall anything herein be construed as an acquiescence in any estimate or determination of costs, or any valuation of property claimed or asserted.

DATED at Olympia, Washington, and effective this 29th day of November, 2001.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

CAROLE J. WASHBURN, Secretary