Avista Corp. 1411 East Mission P.O. Box 3727 Spokane. Washington 99220-0500 Telephone 509-489-0500 Toll Free 800-727-9170



October 14, 2004

Washington Utilities and Transportation Commission 1300 S. Evergreen Park Drive S.W. PO Box 47250 Olympia, WA 98504-7250

Attention: Ms. Carole Washburn, Executive Secretary

RE: Docket No. UG-041515

Avista Corporation hereby submits an original and twelve copies of the attached Settlement Agreement ("Settlement") and Joint Motion for Early Implementation of Settlement Rates ("Joint Motion"). The signing parties to the Settlement are Avista Corporation ("Avista"), the Staff of the Washington Utilities and Transportation Commission ("Staff"), and the Northwest Industrial Gas Users. The submitting parties to the Joint Motion are Avista and Staff.

As instructed in Order No. 04, dated October 12, 2004, Avista is also providing courtesy copies of this filing, via electronic mail, to the parties listed on the attached Certificate of Service. The electronic copies contain the following documents:

UG_041515_Avista_CoverLtr_10.15.04.rtf UG_041515_Avista_CoverLtr_10.15.04.pdf UG_041515_Avista_SETTLEMENT-AGRMT_10.15.04.doc UG_041515_Avista_SETTLEMENT_AGRMT_10.15.04.pdf UG_041515_Avista_Settlement_Attach-A_10.15.04.pdf UG_041515_Avista_Settlement_Attach-B-pg1_10.15.04.pdf UG_041515_Avista_Settlement_Attach-B-pg2_10.15.04.pdf UG_041515_Avista_Settlement_Attach-C_10.15.04.pdf UG_041515_Avista_Settlement_Attach-C_10.15.04.pdf UG_041515_Avista_Settlement_Joint Motion to Implement Settlement Rates_10.15.04.rtf UG_041515_Avista_Settlement-Joint Motion_CertofServ_10.15.04.rtf UG_041515_Avista_Joint Motion to Implement Settlement Rates_10.15.04.pdf UG_041515_Avista_Settlement-Joint Motion_CertofServ_10.15.04.pdf

Questions regarding this filing should be directed to Don Falkner at (509) 495-4326.

Sincerely,

David J. Meyer VP, and Chief Counsel for Regulatory and Governmental Affairs

Enclosures

c: See attached service list