Avista Corp.

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



February 23, 2012

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

Attention: Mr. David Danner, Executive Director & Secretary

RE: Avista Corporation Dockets UE-110876 and UG-110877 (consolidated)

Avista Corporation ("the Company") hereby encloses for filing an original and 19 copies of the following prepared Responsive Testimony and Exhibit in the decoupling proceedings in the above referenced Dockets:

- Responsive Testimony of **Patrick D. Ehrbar**, Exhibit No.__(PDE-9T);
- Exhibit to the Responsive Testimony of **Patrick D. Ehrbar**, Exhibit No.__(PDE-10).

On October 10, 2011, the Commission held a prehearing conference to address the process and schedule for consideration of the Settlement Stipulation in the above referenced dockets. The Settlement did not resolve the issue of decoupling as an option, so the Commission bifurcated the proceedings into two phases. In the second phase, the Commission will address the unresolved issue of decoupling.

Questions regarding this filing should be directed to Patrick Ehrbar at (509) 495-8620.

Sincerely,

Kelly Norwood

VP, State & Federal Regulation

Enclosures

cc: Service list