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January 5, 2007

Carole J. Washburn, Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Dr. SW
P. O. Box 47250
Olympia, Washington 98504-7250

Re: *Avista Reorganization*
Docket No. UE-060273

Dear Ms. Washburn:

Enclosed for filing are an original and seven copies of a Settlement Stipulation (with Appendix A, entitled "Commitments and Conditions"), a Narrative in Support of Settlement Stipulation, and Certificate of Service.

The settlement is signed by Avista, Staff and Public Counsel. *Settlement Stipulation at ¶2.* While the settlement is not unanimous, the other parties to this docket, ICNU and NWIGU, do not oppose the settlement. *Id. at ¶3.*

Pursuant to Paragraph 13 of the Settlement Stipulation, we request that the Commission suspend the existing procedural schedule in this docket, and schedule hearing dates to review the proposed settlement.

Sincerely,

DONALD T. TROTTER
Senior Counsel

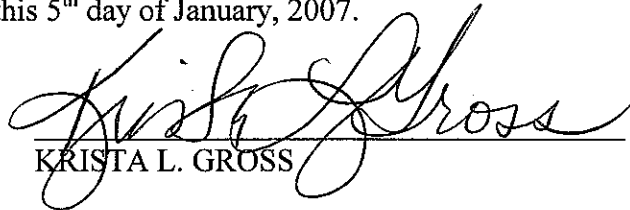
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Enclosure
cc: Parties



Docket No. U-060273
CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing documents upon the persons and entities listed on the Service List below by depositing a copy of said document in the United States mail, addressed as shown on said Service List, with first class postage prepaid.

DATED at Olympia, Washington this 5th day of January, 2007.


KRISTA L. GROSS

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