

October 3, 2005

Public Utility Commission of Oregon
Administrative Hearings Division
550 Capitol St NE #215
PO Box 2148
Salem OR 97308-2148

Attention: Ms. Janice Fulker, Administrator
Tariffs and Data Analysis
Utility Program

UF 4221

Avista Corporation (Avista) respectfully requests that the Commission amend the application submitted by Avista for Docket UF 4221:

Please add the attached Item B:

If any questions arise or additional information is needed, please do not hesitate to contact Paul Kimball at 509-495-4584.

Sincerely,

Diane C. Thoren
Assistant Treasurer

cc: Ming Peng

Item B

Below are the proposed spreads

Table 1
Taxable Debt Spreads over US Treasury
Fixed-Rate Spreads

<u>Greater Than or Equal To</u>	<u>Less Than</u>	<u>Maximum Spread Over Benchmark Treasury Yield</u>
9 months	2 years	+ 170 basis points
2 years	3 years	+ 180 basis points
3 years	4 years	+ 190 basis points
4 years	6 years	+ 200 basis points
6 years	9 years	+ 205 basis points
9 years	10 years	+ 215 basis points
10 years	11 years	+ 220 basis points
11 years	15 years	+ 230 basis points
15 years	20 years	+ 240 basis points
20 years or more		+ 265 basis points

Table 2
Taxable Debt Securities Maximum Spread Over Index
Floating-Rate Spreads

<u>Term in Years</u>	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>	<u>6</u>	<u>7</u>
<u>Index</u>							
LIBOR	+150	+175	+185	+190	+195	+200	+210
CP	+160	+185	+195	+200	+205	+210	+215
T-Bills	+185	+210	+225	+230	+235	+240	+250
Fed Funds	+185	+210	+225	+230	+235	+240	+250