

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

**IN THE MATTER OF THE APPLICATION)
OF AVISTA CORPORATION FOR AN) CASE NO. AVU-U-05-1
ORDER AUTHORIZING THE OFFERING,)
ISSUANCE AND SALE OF SECURITIES) ORDER NO. 29922
NOT TO EXCEED \$100,000,000)**

On November 21, 2005, Avista Corporation (Avista) filed a request that the Commission amend Order No. 29896 issued in Case No. AVU-U-05-1 on October 20, 2005. The Commission in that Order approved the Company's request for authorization to issue up to \$100,000,000 of secured or unsecured, fixed or floating rate bonds, notes or other form of indebtedness. In its request to amend the previous Order, Avista stated that it completed the issuance authorized under Order No. 29896 and "there was a lot of interest in the offering." Accordingly, the Company requests the Commission amend Order No. 29896 to increase the amount of authorized securities from \$100,000,000 to \$150,000,000.

Staff reviewed the request by Avista to amend Order No. 29896, and noted that the initial offering was more than two times over subscribed within an hour of the official announcement. Staff also noted that the additional request of \$50,000,000 debt securities, like the original \$100,000,000 proposed debt issuance and redemptions, provides an opportunity for Avista to reduce borrowing costs and to increase flexibility with future refinance options. Staff recommended the Commission approve the Company's request to amend Order No. 29896 to increase the authorized issuance amount by \$50,000,000. All other terms of Order No. 29896 would remain the same.

Idaho Code § 61-624 authorizes the Commission at any time to rescind, alter or amend any Order or decision made by it. Commission Rule of Procedure 326 states that the Commission may amend a final Order when there are good and sufficient reasons for doing so. The Commission finds that Avista has stated good and sufficient reasons for amending Order No. 29896 to increase the authorized security issuance by \$50,000,000. Accordingly, the Commission grants the request filed by Avista for an amendment to Order No. 29896. The Commission authorizes by this amendment an increase in the security issuance amount from

\$100,000,000 to \$150,000,000. All other terms and conditions stated in Order No. 29896 remain in effect.

ORDER

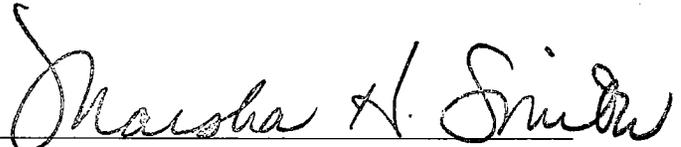
IT IS HEREBY ORDERED that Order No. 29896 is amended to increase the amount of securities authorized by \$50,000,000. Accordingly, the authorized amount is increased to \$150,000,000 from the original \$100,000,000 as provided in Order No. 29896.

THIS IS A FINAL ORDER. Any person interested in this Order may petition for reconsideration within twenty-one (21) days of the service date of this Order. Within seven (7) days after any person has petitioned for reconsideration, any other person may cross-petition for reconsideration. See *Idaho Code* § 61-626.

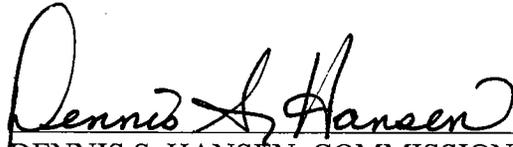
DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 29th day of November 2005.



PAUL KJELLANDER, PRESIDENT



MARSHA H. SMITH, COMMISSIONER



DENNIS S. HANSEN, COMMISSIONER

ATTEST:



Jean D. Jewell
Commission Secretary

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