

May 26, 2009

Hon. Kimberly D. Bose, Secretary  
Federal Energy Regulatory Commission  
888 First Street, N.E.  
Washington, D.C. 20426

**Re: Avista Corporation, Docket No. OA09-\_\_\_\_\_**  
**Informational Filing of Operational Penalty Assessments and Distributions**  
**as Required by Order Nos. 890 and 890-A**

Dear Secretary Bose:

Pursuant to Federal Energy Regulatory Commission ("FERC") Order Nos. 890<sup>1</sup> and 890-A, Avista Corporation hereby submits its informational filing regarding Operational Penalty Assessments and Distributions. Order No. 890 calls for the following information to be submitted in an annual informational filing: (1) a summary of revenue credits by transmission customer; (2) total penalty revenues collected from affiliates; (3) total penalty revenues collected from non-affiliates; (4) a description of the costs incurred as a result of the offending behavior; and (5) a summary of the portion of unreserved use penalty retained by the transmission provider.

Avista hereby submits that it did not assess or distribute any operational penalties for late studies or unreserved use for 2008.<sup>2</sup> Additionally, as required by Order No. 890:

- (1) Avista provided no such penalty revenue credits to any customer in 2008;
- (2) Avista collected no such penalty revenues from any affiliates in 2008;
- (3) Avista collected no such penalty revenues from any non-affiliates in 2008;
- (4) Avista calculated no additional costs incurred in 2008 as a result of such offending behavior;
- (5) Avista has retained no revenues collected from unreserved use penalties in 2008.

Avista has posted a copy of this filing on its OASIS.

---

<sup>1</sup> *Preventing Undue Discrimination and Preference in Transmission Service*, 118 FERC ¶ 61,119, P 864(2007) ("Order No. 890"), *order on reh'g*, 121 FERC ¶ 61,297 (2007) ("Order No. 890-A"), *order on reh'g*, 123 FERC ¶ 61,299 (2008) ("Order No. 890-B"), *order on reh'g*, 126 FERC ¶ 61,228 (2009) ("Order No. 890-C").

<sup>2</sup> Avista does not currently collect a penalty for unreserved use of its Transmission System.

Please address all notices, questions and correspondence regarding this filing to:

Jeff Schlect  
Manager, Transmission Services  
Avista Corporation  
1411 E. Mission Ave.—MSC-16  
Spokane, WA 99202  
Telephone: (509) 495-2564  
E-mail: [jeff.schlect@avistacorp.com](mailto:jeff.schlect@avistacorp.com)

Michael G. Andrea  
Senior Counsel  
Avista Corporation  
1411 E. Mission Ave.—MSC-23  
Spokane, WA 99202  
Telephone: (509) 495-2564  
E-mail: [michael.andrea@avistacorp.com](mailto:michael.andrea@avistacorp.com)

Respectfully submitted,

A handwritten signature in black ink, appearing to read "J Schlect", written in a cursive style.

Jeff Schlect  
Manager, Transmission Services