FORM 4

Check this box if no longer subject to Section 16. Form 4 or Form 5

obligations may continue. See Instruction 1(b).

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

Name and Address of Reporting Person* WOODWORTH ROGER D						2. Issuer Name and Ticker or Trading Symbol AVISTA CORP [AVA]								5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner					
(Last) (First) (Middle) 1411 E MISSION AVE					3. Date of Earliest Transaction (Month/Day/Year) 01/07/2008									X Officer (give title Other (specify below) Vice President					
(Street) SPOKANE WA 99202					4. If Amendment, Date of Original Filed (Month/Day/Year)								Line	Individual or Joint/Group Filing (Check Applicable ne) X Form filed by One Reporting Person Form filed by More than One Reporting Person					
(City) (State) (Zip)																			
Table I - Non-Deriv 1. Title of Security (Instr. 3) 2. Trans. Date (Month/I						2A. Deemed Execution Date, if any (Month/Day/Year)		3. Transaction Code (Instr. 8)		4. Securities Disposed Of	Acquired	(A) or	5. Amount Securities Beneficial Owned Fo	i Ily	Form:	Direct Indirect I	7. Nature of Indirect Beneficial Ownership		
									Code	v	Amount	(A) or (D)	Price	Reported Transaction(s) (Instr. 3 and 4)			(Instr. 4)		
Common Stock - Performance Shares				01/07/2008)8			M		3,445	A	(1)	13,0	014	D			
Common Stock - Performance Shares 0				01/07	01/07/2008				F		646(2)	D	\$20.7	12,368			D		
Common Stock - Restricted Share Award 01				01/07	01/07/2008				F		91 ⁽³⁾	D	\$20.7	5 12,2	277	D			
Shares held in 401(k) Investment Plan														17,5	565			by Trustee	
Shares held in IRA Account														40	00			by Trustee	
Shares held in Spouse's IRA													1,0	1,000			by Trustee		
Shares held by Child-Bryce														14	18		I 1	by Child	
Shares held by Child-Brianna													109			I	by Child		
Shares held by Child-Patrick													111			I	by Child		
											sed of, o			Owned					
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution D if any (Month/Day/	ate, Tr	ansaction ode (Instr.		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exerc Expiration Da (Month/Day/\)		ate	7. Title an Amount of Securities Underlyin Derivative (Instr. 3 and	f g Security		9. Number derivative Securities Beneficial Owned Followin Reported Transact (Instr. 4)	e es ally g d ion(s)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4	Beneficial Ownership (Instr. 4)	
				Co	ode	v	(A)	(D)	Date Exercisable		Expiration Date	Title	or Number of Shares						
Conversion of 2005	(1)	01/07/2008			M			5,300	(1))	(1)	Common Stock	5,300	(1)	0		D		

Explanation of Responses:

Shares Deferred

Shares

Performance

1. Each performance share represented a contingent right to receive a share of Avista Common Stock upon Avista achieving a specified performance measure.

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2. Shares sold to pay income tax on Performance Shares acquired on 1/7/2008.

01/07/2008

- 3. Shares sold to pay income tax on restricted shares that vested on 1/7/2008.
- 4. Shares placed in Executive Deferral Plan of Avista Corp. and will be settled in Avista Corp. Common Stock upon the reporting person's retirement.

/s/ Roger D. Woodworth 01/09/2008 ** Signature of Reporting Person Date

1,591

(4)

4,804

by Trustee

Commor

Stock

(4)

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- * If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.

1,591⁽⁴⁾

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