## FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Check this box if no longer subject to
Section 16. Form 4 or Form 5
obligations may continue. See
Instruction 1/h)

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

**OMB APPROVAL** OMB Number: Estimated average burden hours per response: 0.5

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

1. Name and Address of Reporting Person* <u>Thoren Diane C</u>						2. Issuer Name and Ticker or Trading Symbol AVISTA CORP [ AVA ]									Relationship of Reporting Person(s) to Issuer (Check all applicable)     Director 10% Owner				
(Last) (First) (Middle) 1411 E. MISSION AVENUE					3. Date of Earliest Transaction (Month/Day/Year) 02/11/2010												Other (specify below)		
(Street) SPOKANE WA 99202				4. If	4. If Amendment, Date of Original Filed (Month/Day/Year)								Line	6. Individual or Joint/Group Filing (Check Applicable Line)  X Form filed by One Reporting Person Form filed by More than One Reporting					
(City)	(Sta		Zip)											Person					
Table I - Non-Deriv  1. Title of Security (Instr. 3)  2. Transacti Date (Month/Day)			on Year)	n 2A. Deemed Execution Date,		,	3. Transaction Code (Instr.		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			nd S	Iy Owned  i. Amount of Securities Beneficially Owned Followi	6. Ownersl Form: Dire (D) or Indir ng (I) (Instr. 4)	ct Indirect ect Owners	7. Nature of Indirect Beneficial Ownership (Instr.			
						(	,, <b>2</b> uy, 1 oc	ĺ	Code	v	Amount	(A) or (D)	Price	<b>-</b>  ₽	Reported ransaction(s) Instr. 3 and 4)		'		
Common S	tock - Rest	ricted Shares		02/11/20	10				A		400	A	(1)		2,094	D			
Common S	tock held ir	1 401(k) Plan													4,153	I	I by Truste		
Common Stock held in Executive Deferral Plan														946	I	I by Truste			
Common Stock held by Grandson, Zachary Brown													37	I	I by Grar				
Common Stock held by Niece, Meagan Cuthill													57	I	I by Niece				
Common Stock held by Niece, Katherine Cuthill													37	I	I by Niece				
Common Stock held by Niece, McIntyre Cuthill														12	I	by Nie	ece		
Common Stock held by Granddaughter, McKenzie Brown													22	I	by Grand	daughter			
Common Stock held by Grandson, Colton Materne												14	I	I by Grands					
Common Stock held by Granddaughter, Avery Materne											7		I	I by Granddau					
		Ta	able I	I - Derivat (e.g., p							posed of, convertil				Owned				
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	Execu if any	eemed ution Date,	4. Transa Code ( 8)	action	5. Num of Derivat Securit Acquire (A) or Dispos of (D) (Instr. 3 and 5)	ber ive ies ed	6. Da		rcisable and 7. Title and Amount of		curity	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)		
					Code	v	(A)	(D)	Date Exerc	cisable	Expiration Date	Title	or Nu of	nount mber ares					
Performance Shares	(2)	02/11/2010			A		1,800		(	(3)	(3)	Comm		,800	\$19.8	1,800	D		

## **Explanation of Responses:**

- 1. Restricted shares vest one-third each year ove a three-year period and are payable in Avista Corp. Common Stock at the end of each year in the three-year period.
- 2. No conversion price. Shares awarded if performance measure is met.
- 3. Each performance cycle is three years in length. Shares will be at the end of each three-year cycle if performance measure is met.

/s/ Diane C. Thoren

02/16/2010

\*\* Signature of Reporting Person

Date

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	n contained in this form are not req	uired to respond unless the form di	splays a currently valid OMB Number.