Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation

or Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation

Note. The foundation may be able to use a copy of this return to satisfy state reporting requirements

OMB No 1545-0052

2010

For calendar year 2010, or tax year beginning , 2010, and ending , 20

G Check all that apply: ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change

Name of foundation: The Avista Foundation

A Employer identification number: 75-3003371

Number and street (or P O box number if mail is not delivered to street address): 1411 East Mission Avenue

Room/suite:

B Telephone number (see page 10 of the instructions): (509) 495 - 8156

City or town, state, and ZIP code: Spokane, WA 99202

C If exemption application is pending, check here ▶ ☐

D 1 Foreign organizations, check here ▶ ☐

2 Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

H Check type of organization: [X] Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶ $ 4,290,565

J Accounting method: [X] Cash ☐ Accrual ☐ Other (specify) ____________ *(Part I, column (d) must be on cash basis)*

Part I Analysis of Revenue and Expenses *(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions))*

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)	1,200,000			
	2 Check ▶ ☐ if the foundation is **not** required to attach Sch B				
	3 Interest on savings and temporary cash investments	5	5		
	4 Dividends and interest from securities	60,848	60,848		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	14,993			
	b Gross sales price for all assets on line 6a 310,980				
	7 Capital gain net income (from Part IV, line 2)		14,993		
	8 Net short-term capital gain			14,993	
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)	219,353			
	12 **Total.** Add lines 1 through 11	1,495,199	75,846	14,993	
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule)	8,538	8,538		
	17 Interest				
	18 Taxes (attach schedule) (see page 14 of the instructions)				
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	-2,799	-2,799		
	24 **Total operating and administrative expenses.** Add lines 13 through 23	5,739	5,739	0	0
	25 Contributions, gifts, grants paid	403,204			403,204
	26 **Total expenses and disbursements** Add lines 24 and 25	408,943	5,739	0	403,204
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	1,086,256			
	b **Net investment income** (if negative, enter -0-)		70,107		
	c **Adjusted net income** (if negative, enter -0-)			14,993	

RECEIVED MAY 17 2011 OGDEN, UT IRS-OSC 38

SCANNED MAY 23 2011

Part II Balance Sheets	Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1 Cash - non-interest-bearing	8,561	3,157	3,157
	2 Savings and temporary cash investments	42,594	1,200,041	1,200,041
	3 Accounts receivable ▶			
	Less allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
	7 Other notes and loans receivable (attach schedule) ▶			
	Less allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10 a Investments - U S and state government obligations (attach schedule)			
	b Investments - corporate stock (attach schedule)			
	c Investments - corporate bonds (attach schedule)			
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
	12 Investments - mortgage loans			
	13 Investments - other (attach schedule)	3,153,154	3,087,367	3,087,367
	14 Land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers - see the instructions Also, see page 1, item I)	3,204,309	4,290,565	4,290,565
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶)			
	23 **Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances	**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ ☐			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg , and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds	3,204,309	4,290,565	
	30 **Total net assets or fund balances** (see page 17 of the instructions)	3,204,309	4,290,565	
	31 **Total liabilities and net assets/fund balances** (see page 17 of the instructions)	3,204,309	4,290,565	

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	3,204,309
2 Enter amount from Part I, line 27a	2	1,086,256
3 Other increases not included in line 2 (itemize) ▶	3	
4 Add lines 1, 2, and 3	4	4,290,565
5 Decreases not included in line 2 (itemize) ▶	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	4,290,565

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P-Purchase D-Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	See Attached Statement	P	Various	Various
b			See Stmt.	See Stmt.
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				0
b				0
c				0
d				0
e				0

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a			0	0
b			0	0
c			0	0
d			0	0
e			0	0

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7; If (loss), enter -0- in Part I, line 7 }	2	14,993
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions) If (loss), enter -0- in Part I, line 8	3	14,993

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income)

If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? [X] Yes [ ] No

If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see page 18 of the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2009			0.0000
2008			0.0000
2007			0.0000
2006			0.0000
2005			0.0000

2	**Total** of line 1, column (d)	2	0.0000
3	Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.0000
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	3,144,767
5	Multiply line 4 by line 3	5	0
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	701
7	Add lines 5 and 6	7	701
8	Enter qualifying distributions from Part XII, line 4	8	403,204

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions on page 18

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 18 of the instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter ____________ (attach copy of ruling letter if necessary - see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b	1	
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	
3	Add lines 1 and 2	3	0
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	0
6	Credits/Payments		
a	2010 estimated tax payments and 2009 overpayment credited to 2010 — 6a: 0		
b	Exempt foreign organizations-tax withheld at source — 6b:		
c	Tax paid with application for extension of time to file (Form 8868) — 6c:		
d	Backup withholding erroneously withheld — 6d:		
7	Total credits and payments Add lines 6a through 6d	7	0
8	Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	0
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	0
11	Enter the amount of line 10 to be **Credited to 2011 estimated tax** ▶ 0 **Refunded** ▶	11	0

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		X
	*If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ 0 **(2)** On foundation managers ▶ $ 0			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ 0			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		X
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ Washington			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b		X
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2010 or the taxable year beginning in 2010 (see instructions for Part XIV on page 27)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		X

Part VII-A Statements Regarding Activities *(continued)*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ www.avistafoundation.org

14 The books are in care of ▶ Avista Corporation Telephone no ▶ (509) 495 - 4326

Located at ▶ 1411 E. Mission, Spokane, WA ZIP + 4 ▶ 99202-3727

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** - Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ | 15 |

			Yes	No
16	At any time during calendar year 2010, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See page 20 of the instructions for exceptions and filing requirements for Form TD F 90-22 1 If "Yes," enter the name of the foreign country ▶			

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies. Yes No

1a During the year did the foundation (either directly or indirectly)

- **(1)** Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No
- **(2)** Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No
- **(3)** Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No
- **(4)** Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No
- **(5)** Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No
- **(6)** Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No

			Yes	No
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)?	1b		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2010?	1c		X

2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))

a At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? ☐ Yes ☒ No

If "Yes," list the years ▶ ______ , ______ , ______ , ______

			Yes	No
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see page 22 of the instructions)	2b		

c If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here

▶ ______ , ______ , ______ , ______

3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No

			Yes	No
b	If "Yes," did it have excess business holdings in 2010 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2010)*	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?	4b		X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required *(continued)*

5a During the year did the foundation pay or incur any amount to				
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	☐ Yes	☒ No		
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	☐ Yes	☒ No		
(3) Provide a grant to an individual for travel, study, or other similar purposes?	☐ Yes	☒ No		
(4) Provide a grant to an organization other than a charitable, etc, organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions)	☐ Yes	☒ No		
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	☐ Yes	☒ No		
b If any answer is "Yes" to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)?			**5b**	
Organizations relying on a current notice regarding disaster assistance check here ▶ ☐				
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?	☐ Yes	☐ No		
If "Yes," attach the statement required by Regulations section 53 4945-5(d)				
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	☐ Yes	☒ No		
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?			**6b**	X
If "Yes" to 6b, file Form 8870				
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	☐ Yes	☒ No		
b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?			**7b**	

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
See Attached Statement				

2 Compensation of five highest-paid employees (other than those included on line 1 - see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
N/A				

Total number of other employees paid over $50,000 ▶ 0

Part VIII **Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** *(continued)*

3. Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
N/A		
Total number of others receiving over $50,000 for professional services ▶		0

Part IX-A **Summary of Direct Charitable Activities**

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 N/A	
2	
3	
4	

Part IX-B **Summary of Program-Related Investments** (see page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See page 24 of the instructions	
3	
Total. Add lines 1 through 3 ▶	0

JSA
0E1465 1 000

Part X Minimum Investment Return (All domestic foundations must complete this part Foreign foundations, see page 24 of the instructions)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes		
a	Average monthly fair market value of securities	1a	3,046,805
b	Average of monthly cash balances	1b	145,852
c	Fair market value of all other assets (see page 25 of the instructions)	1c	0
d	**Total** (add lines 1a, b, and c)	1d	3,192,657
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e: 0		
2	Acquisition indebtedness applicable to line 1 assets	2	0
3	Subtract line 2 from line 1d	3	3,192,657
4	Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	47,890
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	3,144,767
6	**Minimum investment return.** Enter 5% of line 5	6	157,238

Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part)

1	Minimum investment return from Part X, line 6	1	157,238
2a	Tax on investment income for 2010 from Part VI, line 5 — 2a: 0		
b	Income tax for 2010 (This does not include the tax from Part VI) — 2b: 0		
c	Add lines 2a and 2b	2c	0
3	Distributable amount before adjustments Subtract line 2c from line 1	3	157,238
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	157,238
6	Deduction from distributable amount (see page 25 of the instructions)	6	0
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	157,238

Part XII Qualifying Distributions (see page 25 of the instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc - total from Part I, column (d), line 26	1a	403,204
b	Program-related investments - total from Part IX-B	1b	0
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	0
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	0
b	Cash distribution test (attach the required schedule)	3b	0
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	403,204
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	0
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	403,204

Note: The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see page 26 of the instructions)

		(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7					157,238
2 Undistributed income, if any, as of the end of 2010					
a Enter amount for 2009 only				0	
b Total for prior years 20____,20____,20____					
3 Excess distributions carryover, if any, to 2010					
a From 2005					
b From 2006					
c From 2007					
d From 2008	2,655				
e From 2009	214,733				
f **Total** of lines 3a through e		217,388			
4 Qualifying distributions for 2010 from Part XII, line 4 ▶ $ 403,204					
a Applied to 2009, but not more than line 2a				0	
b Applied to undistributed income of prior years (Election required - see page 26 of the instructions)					
c Treated as distributions out of corpus (Election required - see page 26 of the instructions)					
d Applied to 2010 distributable amount					
e Remaining amount distributed out of corpus		245,966			
5 Excess distributions carryover applied to 2010 *(If an amount appears in column (d), the same amount must be shown in column (a))*					
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		463,354			
b Prior years' undistributed income Subtract line 4b from line 2b			0		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed					
d Subtract line 6c from line 6b Taxable amount - see page 27 of the instructions			0		
e Undistributed income for 2009 Subtract line 4a from line 2a Taxable amount - see page 27 of the instructions				0	
f Undistributed income for 2010 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011					157,238
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)					
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions)					
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a		463,354			
10 Analysis of line 9					
a Excess from 2006					
b Excess from 2007					
c Excess from 2008	2,655				
d Excess from 2009	214,733				
e Excess from 2010	245,966				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2010, enter the date of the ruling . . . . ▶

b Check box to indicate whether the foundation is a private operating foundation described in section [ ] 4942(j)(3) or [ ] 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2010	(b) 2009	(c) 2008	(d) 2007	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	0	0	0	0	0
b 85% of line 2a	0	0	0	0	0
c Qualifying distributions from Part XII, line 4 for each year listed	0	0	0	0	0
d Amounts included in line 2c not used directly for active conduct of exempt activities	0	0	0	0	0
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c	0	0	0	0	0
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter (1) Value of all assets	0	0	0	0	0
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)	0	0	0	0	0
b "Endowment" alternative test- enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed	0	0	0	0	0
c "Support" alternative test - enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)	0	0	0	0	0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942 (j)(3)(B)(iii)	0	0	0	0	0
(3) Largest amount of support from an exempt organization	0	0	0	0	0
(4) Gross investment income	0	0	0	0	0

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year - see page 28 of the instructions.)

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

None

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

None

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ▶ [ ] if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed

Anne Marie Axworthy, PO Box 3727, Spokane, WA 99202-3727

b The form in which applications should be submitted and information and materials they should include

The required application is online at www.avistafoundation.org or call (509) 495-8156

c Any submission deadlines

Applications are accepted on an ongoing basis.

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

See Attached Statement

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year				
See Attached Statement				403,204
Total ▶ 3a				403,204
b Approved for future payment				
N/A				
Total ▶ 3b				0

JSA
0E1491 1 000

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income (See page 28 of the instructions)
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	60,848	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	14,996	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		0		75,844	0

13 **Total.** Add line 12, columns (b), (d), and (e) 13 75,844

(See worksheet in line 13 instructions on page 29 to verify calculations)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Line No ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 29 of the instructions)

Part XVII **Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations**

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule Column **(b)** should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column **(d)** the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☐ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer or fiduciary) is based on all information of which preparer has any knowledge

Christy M Burnett-Scott 5/12/11 ▶ Treasurer

Signature of officer or trustee — Date — Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN

Firm's name ▶ Firm's EIN ▶

Firm's address ▶ Phone no

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ **Attach to Form 990, 990-EZ, or 990-PF.**

OMB No 1545-0047

2010

Name of the organization

The Avista Foundation

Employer identification number

75-3003371

Organization type (check one)

Filers of: | **Section:**

Form 990 or 990-EZ

☐ 501(c)( ) (enter number) organization

☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

☐ 527 political organization

Form 990-PF

☒ 501(c)(3) exempt private foundation

☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation

☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions

General Rule

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor Complete Parts I and II

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3 % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1 Complete Parts I and II

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals Complete Parts I, II, and III

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of $5,000 or more during the year . . . . ▶ $ ____________

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

Name of organization	Employer identification number
The Avista Foundation	75-3003371

Part I **Contributors** (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Avista Corporation 1411 E. Mission Spokane, WA 99202	$ 1,200,000	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)

Avista Foundation
75-3003371
Tax Year 2010
Part I, Line 1

Contributions Received From Avista Corporation	1,200,000
Total Line 1	1,200,000

Avista Foundation
75-3003371
Tax Year 2010
Part I, Line 11

Misc Program	0
Donated Labor Services	0
Donated Printing Services	0
Donated Wire Transfer Services	0
Unrealized Gain On Investments	219,353
Total Line 11	219,353

Avista Foundation
75-3003371
Tax Year 2009
Part I, Line 16c

Investment Management Fee	0
Investment Consulting	8,538
Total 16c Expense	8,538

Avista Foundation
75-3003371
Tax Year 2009
Part 1, Line 23

Bank Service Charge	404
Office Supplies	101
Misc Program Expense	0
Labor Services Expenses	0
Common Sense Partner Expenses	0
Misc Fees	25
Unrealized Loss Expense On Investments	0
Excise Tax Refund (2006 Tax Year)	(3,329)
Total Line 23 Other Expenses	(2,799)

The Avista Foundation
Federal Tax Number: 75-3003371
For the Year 2010
Schedule of Grants Issued in the Community

Organization	Foundation Status	Purpose	Amount
Access Inc.			
3630 Aviation Drive Medford, OR 97504	Public Charity	General support for food bank	340
Addy Rescue Mission			
P O Box 38 Addy, WA 99101	Public Charity	General support for food bank	340
Alliance House			
PO Box 8654 Moscow, ID 83843	Public Charity	Support for employee training	1,000
Alzheimer's Association Inland Northwest			
910 W 5th Ave Suite 256 Spokane, WA 99204	Public Charity	Employee Matching Gift	200
American Cancer Society			
920 N Washington Suite 200 Spokane, WA 99201	Public Charity	Employee Matching Gift	30
		Employee Matching Gift	1,075
American Cancer Society-Great W. Division			
4550 E Bell Rd Suite 126 Phoenix, AZ 85032	Public Charity	Employee Matching Gift	35
American Cancer Society-Kennewick			
7325 W Deschutes Ave Suite A Kennewick, WA 99336	Public Charity	Employee Matching Gift	100
American Heart Association-Spokane			
140 S Arthur St Ste 610 Spokane, WA 99202-2260	Public Charity	Employee Matching Gift	100
		Employee Matching Gift	140
American Red Cross Inland NW Chapter			
315 W Nora Ave Spokane, WA 99205	Public Charity	Employee Matching Gift	3,380
		Support for employee training	3,500
APEX Volleyball Academy			
17603 E Daystar Rd Spokane Valley, WA 99016	Public Charity	Employee Matching Gift	150
ARC of Spokane			
127 W Boone Ave Spokane, WA 99201	Public Charity	Support for construction of new facility	10,000
Asotin County Food Bank Assn.			
1546 Maple Street Clarkston, WA 99403	Public Charity	General support for food bank	340
Assumption Parish School			
3618 W Indian Trail Rd Spokane, WA 99208	Public Charity	Employee Matching Gift	75
Bayview Bible Chapel			
Attn ABC Community Food Bank PO Box 416 Athol, ID 83801	Public Charity	General support for food bank	340
Big Brothers Big Sisters of the Inland NW			
222 W Mission Ave , Suite 210 Spokane, WA 99201-2395	Public Charity	Employee Matching Gift	845
Bonner Community Food Bank			
921 North Fifth Avenue Sandpoint, ID 83864	Public Charity	General support for food bank	340
Boy Scouts of America-Spokane			
Inland NW Council 411 W Boy Scout Way Spokane, WA 9920	Public Charity	Employee Matching Gift	200
		Employee Matching Gift	250
Boys & Girls Club of Spokane			
544 E Providence Ave Spokane, WA 99207	Public Charity	Support for construction of new facility	10,000
Cancer Network of Sanders County			
PO Box 1311 Plains, MT 59859	Public Charity	Support for client services	3,000
Carroll College			
1601 N Benton Ave Helena, MT 59625	Public Charity	Employee Matching Gift	50
Catholic Charities Spokane			
PO Box 2253 Spokane, WA 99210-2253	Public Charity	Employee Matching Gift	200

The Avista Foundation
Federal Tax Number: 75-3003371
For the Year 2010
Schedule of Grants Issued in the Community

Organization	Foundation Status	Purpose	Amount
Catholic Diocese of Spokane PO Box 1453 Spokane WA 99210	Public Charity	Employee Matching Gift	200
Center Pointe 1408 N Washington Spokane, WA 99201-2435	Public Charity	Support for art program	500
Clark Fork Food Bank PO Box 176 Clark Fork, ID 83811	Public Charity	Employee Matching Gift	200
Colville Food and Resource Center 210 South Wynne Street Colville, WA 99114	Public Charity	General support for food bank	340
Colville Free Methodist Church 336 E 1st Colville, WA 99114	Public Charity	Employee Matching Gift	350
Community Action Center - Pullman 350 SE Fairmont Rd Pullman, WA 99163	Public Charity	General support for food bank	680
Community Action Partnership-Lewiston 124 New 6th St Lewiston, ID 83501	Public Charity	General support for food bank	3,060
Community Connection of NE Oregon 154 Albany St LaGrande, OR 97850	Public Charity	General support for food bank	340
Community Frameworks 315 W Mission Ave Suite 100 Spokane, WA 99201	Public Charity	Support for new phone system	1,500
Connell Food Bank P O Box 745 Connell, WA 99326	Public Charity	General support for food bank	340
East Valley Baptist Church 14516 E Wellesley Spokane, WA 99216	Public Charity	Employee Matching Gift	200
Eastern Oregon University Foundation Ackerman Hall, Room 209 LaGrande, OR 97850-2899	Public Charity	Support for scholarship program	1,500
Eastern WA University Foundation 127 Hargreaves Hall Cheney, WA 99004	Public Charity	Support for scholarship program	5,000
		Support for facility construction	15,000
Eastpoint Church 15303 E Sprague Ave Suite A Spokane Valley, WA 99037	Public Charity	Employee Matching Gift	200
Elijah House, Inc. 317 N Pines Rd Spokane Valley, WA 99206	Public Charity	Employee Matching Gift	200
FISH of Roseburg 2448 W Harvard Ave Roseburg, OR 97470	Public Charity	General support for food bank	340
Food For The Poor Inc. 6401 Lyons Road Coconut Creek, FL 33073	Public Charity	Employee Matching Gift	100
Friends of Idaho Public Television PO Box 4 Boise, ID 83707-0004	Public Charity	Employee Matching Gift	75
Friends of Seven 3911 S Regal Spokane, WA 99223	Public Charity	Employee Matching Gift	111
Gonzaga Preparatory School 1224 E Euclid Spokane, WA 99207	Public Charity	Employee Matching Gift	300
		Employee Matching Gift	100

The Avista Foundation
Federal Tax Number: 75-3003371
For the Year 2010
Schedule of Grants Issued in the Community

Organization	Foundation Status	Purpose	Amount
Gonzaga University 502 E Boone Ave Spokane, WA 99258-0098	Public Charity	Avista Scholars	10,500
		Support for science student program	1,500
		Support for facility construction	20,000
Holy Family Catholic School 3005 W Kathleen Ave Coeur d'alene, ID 83815	Public Charity	Employee Matching Gift	200
Hospice of Spokane 121 S Arthur St Spokane, WA 99202	Public Charity	Employee Matching Gift	150
Hutton Settlement 9907 E Wellesley Ave Spokane, WA 99206	Public Charity	Employee Matching Gift	100
		Employee Matching Gift	100
Inland Northwest Health Services Children's Miracle Network PO Box 304 Spokane, WA 99210-0	Public Charity	Employee Matching Gift	25
John R Rogers Alumni & Friends Fdn. 820 N Post # 403 Spokane, WA 99201	Public Charity	Employee Matching Gift	200
Kettle Falls Community Chest Attn Food bank Po Box 1145 Kettle Falls, WA 99141	Public Charity	General support for food bank	340
Kids Unlimited of Oregon 821 N Riverside Ave Medford, OR 97501	Public Charity	Grant - Expansion Project	5,000
Klamath Community College Foundation 7390 South 6th St Klamath Falls, OR 97603	Public Charity	Support for scholarship program	1,000
Klamath Lake County Food Bank 3231 Maywood Dr Klamath Falls, OR 97603	Public Charity	General support for food bank	340
Leukemia & Lymphoma Society - MA PO Box 4261 Pittsfield, MA 01202	Public Charity	Employee Matching Gift	25
Lewis-Clark State College Foundation 500 8th Street Lewiston, ID 83501-2698	Public Charity	Support for scholarship program	2,500
Lewis Clark Animal Shelter 6 Shelter Road Lewiston, ID 83501	Public Charity	Employee Matching Gift	200
Lewiston Library Foundation 428 Thain Rd Lewiston, ID 83501	Public Charity	Support for facility construction	10,000
Lilac Services for the Blind 2659 N Ash St Spokane, WA 99205	Public Charity	Support for automated entry door	2,140
Lincoln County Care and Share Center PO Box 213 Davenport, WA 99122	Public Charity	General support for food bank	340
Loon Lake Food Bank & Resource Center PO Box 64 Loon Lake, WA 99148	Public Charity	General support for food bank	340
March of Dimes, Inland NW Division 22 W Mission Avenue Suite 119 Spokane, WA 99201	Public Charity	Employee Matching Gift	2,400
Memorial Community Center, Inc. PO Box 405 Hope, ID 83836	Public Charity	Support for new heating system	250
Mid-City Concerns 1222 West 2nd Ave Spokane, WA 99201	Public Charity	Support for client services	3,500
		Employee Matching Gift	100

The Avista Foundation
Federal Tax Number: 75-3003371
For the Year 2010
Schedule of Grants Issued in the Community

Organization	Foundation Status	Purpose	Amount
Missionaries of Charity 5006 N Lacey St Spokane WA 99217	Public Charity	Employee Matching Gift	200
Mobius 808 W Main Ave Lower Level Spokane, WA 99201	Public Charity	Employee Matching Gift	450
Montana Food Bank Network, Inc 5625 Expressway Missoula, MT 59808	Public Charity	General support for food bank	2,040
Moscow Chamber Foundation, Inc. 411 S Main Street Moscow, ID 83843	Public Charity	Support for facility construction	2,500
Moscow Food Bank PO Box 9106 Moscow, ID 83843	Public Charity	Employee Matching Gift	75
Muscular Dystrophy Assoc-Tucson 3300 E Sunrise Dr Tucson, AZ 85718	Public Charity	Employee Matching Gift	2,105
National MS Society,Inland NW Chapter 818 E Sharp Spokane, WA 99202	Public Charity	Employee Matching Gift	150
New Hope Bible Church 1445 N Argonne Spokane, Wa 99212	Public Charity	Employee Matching Gift	200
North Idaho College Foundation 100 W Garden Ave Coeur d'Alene, ID 83814	Public Charity	Support for scholarship program	2,500
		Support for welding program	4,400
North Spokane Young Life 15508 N Nevada #208 Spokane, WA 99218	Public Charity	Employee Matching Gift	200
Northeast Community Center Assn. 4001 N Cook Spokane, WA 99207	Public Charity	Employee Matching Gift	150
Northport Food Bank P O Box 411 Northport, WA 99157	Public Charity	General support for food bank	340
Northwest Children's Home, Inc PO Box 1288 Lewiston, ID 83501	Public Charity	Employee Matching Gift	200
Northwest Public Radio Washington State Univ PO Box 642530 Pullman, WA 99164-2!	Public Charity	Employee Matching Gift	75
Olive Crest 12402 N Division # 123 Spokane, WA 99218	Public Charity	Support for volunteer program	2,000
Oregon Tech Development Foundation 3201 Campus Drive Klamath Falls, OR 97601-8801	Public Charity	Support for scholarship program	1,500
		Support for facility construction	5,000
Othello Food Bank P O Box 152 Othello, WA 99344	Public Charity	General support for food bank	340
Othello/Adams Cnty Fire Dist 5 Firefighte 220 S Broadway Othello Wa 99344	Public Charity	Employee Matching Gift	100
Our Place Community Ministries 1509 W College Spokane, WA 99201	Public Charity	General support for food bank	340
		Employee Matching Gift	100

The Avista Foundation
Federal Tax Number: 75-3003371
For the Year 2010
Schedule of Grants Issued in the Community

Organization	Foundation Status	Purpose	Amount
Peaceful Valley Neighborhood Assoc. 214 N Cedar Spokane, WA 99201	Public Charity	General support for food bank	340
Planned Parenthood-Greater WA & N Idaho 1117 Tieton Drive Yakima, WA 98902	Public Charity	Employee Matching Gift	50
Post Falls Food Bank 415 East 3rd Post Falls, ID 83854	Public Charity	General support for food bank	340
Prism Child Centered Learning 1912 S Conklin Rd Veradale, WA 99037	Public Charity	Employee Matching Gift	200
Ritzville Food Pantry (Affil - Intl Church Foursquare Gospel) PO Box 49 Ritzville, WA 99169	Public Charity	General support for food bank	340
Ronald McDonald House 1015 W Fifth Ave Spokane, WA 99204	Public Charity	Employee Matching Gift	48
		Employee Matching Gift	40
Salvation Army - Spokane 222 E Indiana Ave Spokane, WA 99207	Public Charity	Employee Matching Gift	50
Salvation Army Citadel Corps c/o Kroc Center PO Box 3939 Coeur d'Alene, ID 83816	Public Charity	Support for facility construction	20,000
Second Harvest Inland NW 1234 E Front Ave Spokane, WA 99202	Public Charity	Employee Matching Gift	285
		General support for food bank	7,500
Senior Citizens of Chewelah Valley Attn Food Bank PO Box 628 Chewelah, WA 99109	Public Charity	General support for food bank	340
Shoshone Community Health Clinic 114 W Riverside Kellogg, ID 83837	Public Charity	Support for client services	3,000
SNAP 3102 W Ft George Wright Dr Spokane, Wa 99224	Public Charity	Employee Matching Gift	200
		Employee Matching Gift	1,030
Sojourner's Alliance 627 North Van Buren #1 Moscow, ID 83843	Public Charity	Support for client services	340
Southern Oregon University Foundation 1250 Siskiyou Blvd Ashland, OR 97520	Public Charity	Support for scholarship program	1,500
Special Olympics Washington 2150 N 107th St Suite 220 Seattle, WA 98133	Public Charity	Employee Matching Gift	25
Spirit Lake Food Bank PO Box 432 Spirit Lake, ID 83869	Public Charity	General support for food bank	340
Spokane Civic Theatre 1020 N Howard St Spokane WA 99201	Public Charity	Employee Matching Gift	125
Spokane Guilds School 2118 W Garland Spokane, WA 99205	Public Charity	Employee Matching Gift	200
Spokane Humane Society PO Box 6247 Spokane, WA 99217	Public Charity	Employee Matching Gift	50
		Employee Matching Gift	100
		Employee Matching Gift	100
Spokane Public Radio 2319 N Monroe St Spokane, WA 99205	Public Charity	Employee Matching Gift	50
		Employee Matching Gift	175

The Avista Foundation
Federal Tax Number: 75-3003371
For the Year 2010
Schedule of Grants Issued in the Community

Organization	Foundation Status	Purpose	Amount
Spokane Valley Partners			
PO Box 141360 Spokane Valley, WA 99214-1360	Public Charity	Employee Matching Gift	200
		General support for food bank	340
Spokane Waves Aquatic Assn			
PO Box 28066 Spokane, WA 99228	Public Charity	Employee Matching Gift	200
SpokAnimal			
710 N Napa St Spokane, WA 99202-2867	Public Charity	Employee Matching Gift	25
		Employee Matching Gift	300
Sprague-Lamont 4-H Club			
Attn Food Bank PO Box 228 Sprague, WA 99032	Public Charity	General support for food bank	340
St. Aloysius School			
611 E Mission Ave Spokane, WA 99202	Public Charity	Employee Matching Gift	25
St. Vincent de Paul Salvage Bureau			
201 E Harrison Coeur d'Alene, ID 83814	Public Charity	Support for client services	5,000
Susan G. Komen-Spokane			
1315 N Napa Suite 3 Spokane, WA 99202	Public Charity	Employee Matching Gift	75
		Employee Matching Gift	550
Susan G. Komen For The Cure-Texas			
PO Box 650309 Dallas, TX 75265	Public Charity	Employee Matching Gift	50
Transitions			
1002 N Superior St Spokane, WA 99202	Public Charity	Support for job training program	2,000
		Employee Matching Gift	100
Twin County United Way			
2207 E Main Street Lewiston, ID 83501	Public Charity	General program support	4,500
Umpqua Valley Tennis Center			
1200 Stewart Parkway Roseburg, OR 97471	Public Charity	Support for facility construction	1,000
Union Gospel Mission Ministries			
PO Box 4066 Spokane, WA 99220	Public Charity	Employee Matching Gift	100
		Employee Matching Gift	1,175
		Employee Matching Gift	40
United Community Action Network			
Attn JOCO Food Bank 1470 SE M St Ste 1-C Grants Pass, OR	Public Charity	General support for food bank	340
United Way of Eastern Oregon			
PO Box 862 LaGrande, OR 97850	Public Charity	General program support	750
United Way of Jackson County			
769 Spring St Medford, OR 97504	Public Charity	General program support	8,000
		Employee Matching Gift	40
United Way of Klamath Basin			
136 N Third St Klamath Falls, OR 97601	Public Charity	General program support	1,750
United Way of Kootenai County			
501 E Lakeside Ave Ste 3 Coeur d'Alene, ID 83814	Public Charity	General program support	6,000
		Employee Matching Gift	200
United way of Moscow and Latah County			
PO Box 8211 Moscow, ID 83843	Public Charity	General program support	2,250

The Avista Foundation
Federal Tax Number: 75-3003371
For the Year 2010
Schedule of Grants Issued in the Community

Organization	Foundation Status	Purpose	Amount
United Way of Pullman PO Box 426 Pullman, WA 99163	Public Charity	General program support	2,250
United Way of Spokane County PO Box 18 Spokane, WA 99210-0018	Public Charity	General program support	95,000
University of Idaho Foundation PO Box 443147 Moscow, ID 83844-3147	Public Charity	Support for scholarship program	10,500
		Employee Matching Gift	400
University of Montana Foundation PO Box 7159 Missoula, MT 59807-7159	Public Charity	Employee Matching Gift	200
Vanessa Behan Crisis Nursery 1004 East 8th Avenue Spokane, WA 99202-2431	Public Charity	Employee Matching Gift	300
		Employee Matching Gift	25
Walla Walla Community College Foundation 500 Tausick Way Walla Walla, WA 99362	Public Charity	Support for scholarship program	1,000
Washington Gorge Action Programs 1250 E Steuben St Bingen WA 98605	Public Charity	General support for food bank	340
Washington State University Foundation PO Box 641925 Pullman, WA 99164-1925	Public Charity	Support for scholarship program	10,500
West Bonner County Food Bank PO Box 1088 Priest River, ID 83856	Public Charity	General support for food bank	340
Western Washington University Foundation 516 High St MS 9034 Bellinghman, WA 98225	Public Charity	Employee Matching Gift	200
Whitman College 345 Boyer Avenue Walla Walla, Wa 99362	Public Charity	Employee Matching Gift	50
Whitworth University 300 W Hawthorne Road Spokane, WA 99251	Public Charity	Support for facility construction	25,000
Women's and Children's Free Restaurant 1620 N Monroe Spokane, WA 99206	Public Charity	Support for client services	5,000
Women Helping Women Fund 1325 W 1st Ave Suite 318 Spokane, WA 99201	Public Charity	Employee Matching Gift	1,150
		Employee Matching Gift	225
YMCA of the Inland Northwest 1126 N Monroe Spokane, WA 99201	Public Charity	Employee Matching Gift	25
		Employee Matching Gift	100
YMCA/YWCA Spokane Capital Campaign 820 W Broadway Spokane, WA 99201	Public Charity	Support for facility construction	25,000
Youth Suicide Prevention Program 444 NE Ravenna Blvd #401 Seattle, WA 98115	Public Charity	Employee Matching Gift	200
YWCA Spokane 930 North Monroe Spokane, WA 99201	Public Charity		
		Employee Matching Gift	200
		Employee Matching Gift	200
			403,204

AVISTA FOUNDATION
Employer Tax Number: 75-3003371
Part II, Line 13
Schedule of Investments for the Year 2010

CHARLES SCHWAB INVESTMENTS	
Charles Schwab Institutional	2,554,140
Sub-Total	2,554,140
COMMON SENSE	
Common Sense Partners II	533,227
Sub-Total	533,227
TOTAL MARKET INVESTMENTS	**3,087,367**

AVISTA FOUNDATION
Employer Tax Number: 75-3003371
For the Year 2010
Part IV, Capital Gains & Losses for Tax on Investment Income

Property Description	Date First Acquired	Date Sold	Transaction Type	Gross Sale Price	Depreciation Allowed	Cost Basis + Expenses	Gain or (Loss)
Charles Schwab Institutional Account	Various	May, 2010	Sale	59,980	0	67,256	(7,276)
Charles Schwab Institutional Account	Various	November, 2010	Sale	251,000	0	228,731	22,269
				310,980	0	295,987	14,993

Avista Foundation
TIN # 75-3003371
Form 990PF for Year 2010
Part VIII

(a) Name and Address	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Anne Marie Axworthy East 1411 Mission Spokane, WA 99220	Director Chairman, President 4	0	0	0
Christy Burmeister-Smith East 1411 Mission Spokane, WA 99220	Director Treasurer <1	0	0	0
Mike Thomason East 1411 Mission Spokane, WA 99220	Director Secretary <1	0	0	0
Robert Beitz East 1411 Mission Spokane, WA 99220	Director Vice President <1	0	0	0
Kristine Meyer East 1411 Mission Spokane, WA 99220	Executive Director <12	0	0	0
Dennis Vermillion East 1411 Mission Spokane, WA 99220	Director <1	0	0	0
David J Meyer East 1411 Mission Spokane, WA 99220	Director <1	0	0	0
Patrick Lynch East 1411 Mission Spokane, WA 99220	Director <1	0	0	0

Avista Foundation
TIN # 75-3003371
Form 990PF, Part XV
Line 2d

Awards are given only to non-profit organizations benefiting communities and citizens in geographic areas served by Avista Utilities. These areas are: Eastern Washington, Northern Idaho, Southern Oregon, and Sanders County, Montana. Focus areas for giving are:

Education: supporting K-12 education particularly in the fields of science, math and technology, and higher education including scholarships.

Vulnerable and limited income populations: providing assistance to those on limited incomes and support for initiatives to reduce poverty.

Economic and cultural vitality: supporting projects that help communities and citizens served by Avista Utilities to grow and prosper.