

OMB APPROVAL

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INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

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>KENSOK JAMES M</u>	2. Date of Event Requiring Statement (Month/Day/Year) 12/19/2006	3. Issuer Name and Ticker or Trading Symbol <u>AVISTA CORP [AVA]</u>	
		4. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director <input checked="" type="checkbox"/> Officer (give title below) <u>Vice President & CIO</u>	5. If Amendment, Date of Original Filed (Month/Day/Year) 12/21/2006
(Last) (First) (Middle) <u>2818 N SULLIVAN ROAD</u>			6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person
(Street) <u>SPOKANE WA 99216</u>			
(City) (State) (Zip)			

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
<u>Common Stock - Restricted Shares⁽¹⁾</u>	<u>240</u>	<u>D</u>	

Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)		4. Conversion or Exercise Price of Derivative Security	5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares			
<u>2004 Performance Share Grant</u>	<u>(2)</u>	<u>(2)</u>	<u>Common Stock</u>	<u>1,200</u>	<u>(3)</u>	<u>D</u>	
<u>2005 Performance Share Grant</u>	<u>(2)</u>	<u>(2)</u>	<u>Common Stock</u>	<u>1,200</u>	<u>(3)</u>	<u>D</u>	
<u>2006 Performance Share Grant</u>	<u>(2)</u>	<u>(2)</u>	<u>Common Stock</u>	<u>900</u>	<u>(3)</u>	<u>D</u>	

Explanation of Responses:

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

Remarks:

Form 3 amended to report restricted shares missed when original Form 3 was filed. This amended Form 3 is reporting the entire grant of 240 restricted shares that were missed on the original Form 3 - please note, a Form 4 was filed today to report the sale of a portion of the 240 restricted shares for the purpose of paying taxes on the shares that vested on 1/3/2007. This amended Form 3 was also filed to correct the number of shares reported for the 2006 Performance Grant. The 2006 grant was reported as 1200 shares, instead of the correct amount of 900 shares. If you have any questions, please contact Anita Swanson at (509) 495-8075. Thank you.

/s/ James M. Kensok01/05/2007

** 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 5 (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.