



**IDAHO
POWER®**

An IDACORP Company

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IDAHO PUBLIC
UTILITIES COMMISSION

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July 28, 2006

Ms. Jean D. Jewell, Secretary
Idaho Public Utilities Commission
472 West Washington Street
P. O. Box 83720
Boise, Idaho 83720-0074

RE: Case No. IPC-E-01-30
Application For Authority To Implement A Residential and
Small Farm Energy Rate Adjustment Credit

Dear Ms. Jewell:

Attached is Idaho Power Company's calculation of the August BPA Credit. The calculation resulted in a credit of \$.001536/kWh, which will be applied to the August residential bills beginning with Cycle 1 on July 28, 2006.

The Company will continue to notify the Commission Staff at the beginning of each revenue month giving you the opportunity to respond to any customer inquiries that may result. If you have questions, please do not hesitate to call.

Sincerely,

Phil A. Obenchain

PAO:sw
Attachment

c: Beverly Barker, IPUC
Terri Carlock, IPUC
Randy Lobb, IPUC
Ric Gale, IPCO

**IDAHO POWER COMPANY
BPA RESIDENTIAL EXCHANGE SETTLEMENT
CALCULATION OF BENEFITS**

| BPA RES. EX. SETTLEMENT MONTH | REVENUE MONTH | READ DATE | PHYSICAL POWER BENEFIT CONVERTED TO FINANCIAL | | | | | | MONETARY BENEFIT | | | BPA ADJUSTMENTS LB, FB & SN | DFR. ADJUST. | CURRENT MONTH BENEFIT | | | |
|-------------------------------------|------------------|--------------|---|-------|-------------------|--------------|------------------------|---------------------------|------------------------------------|---------------------------|----------------|-----------------------------------|-----------------|-----------------------------|------------|-------|-------------|
| | | | DEMAND (MW) | HOURS | MONTHLY ENERGY | "RL" RATE | TOTAL POWER COST | MID-C OR FBPF PRICE | COST AT MARKET OR FBPF PRICE | TOTAL POWER BENEFIT | DEMAND (MW) | | | | \$/MWH | TOTAL | |
| IDAHO | | | | | | | | | | | | | | | | | |
| 1 | Oct-05 | Nov-05 | 10/31 | 60 | 745 | 44,700 | \$21.731 | \$971,357 | \$38 | \$1,698,600 | \$727,243 | 55 | \$20.972 | \$859,308 | (\$8,827) | \$0 | \$1,577,724 |
| 2 | Nov-05 | Dec-05 | 11/30 | 60 | 720 | 43,200 | \$35.563 | \$1,536,341 | \$38 | \$1,641,600 | \$105,259 | 55 | \$13.674 | \$541,486 | (\$8,827) | \$0 | \$637,918 |
| 3 | Dec-05 | Jan-06 | 12/28 | 60 | 744 | 44,640 | \$30.732 | \$1,371,883 | \$38 | \$1,696,320 | \$324,437 | 55 | \$17.028 | \$696,805 | (\$8,827) | \$0 | \$1,012,415 |
| 4 | Jan-06 | Feb-06 | 1/27 | 60 | 744 | 44,640 | \$26.631 | \$1,188,792 | \$38 | \$1,696,320 | \$507,528 | 55 | \$23.712 | \$970,281 | (\$14,287) | \$0 | \$1,463,522 |
| 5 | Feb-06 | Mar-06 | 2/28 | 60 | 672 | 40,320 | \$25.175 | \$1,015,075 | \$38 | \$1,532,160 | \$517,085 | 55 | \$23.952 | \$885,283 | (\$16,361) | \$0 | \$1,384,007 |
| 6 | Mar-06 | Apr-06 | 3/30 | 60 | 744 | 44,640 | \$22.195 | \$990,778 | \$38 | \$1,696,320 | \$705,542 | 55 | \$20.877 | \$854,300 | (\$16,324) | \$0 | \$1,543,518 |
| 7 | Apr-06 | May-06 | 4/28 | 60 | 719 | 43,140 | \$17.34 | \$748,013 | \$38 | \$1,639,320 | \$891,307 | 55 | \$24.50 | \$968,911 | (\$16,324) | \$0 | \$1,843,894 |
| 8 | May-06 | Jun-06 | 5/30 | 60 | 744 | 44,640 | \$16.466 | \$735,053 | \$38 | \$1,696,320 | \$961,267 | 55 | \$25.185 | \$1,030,566 | (\$16,324) | \$0 | \$1,975,529 |
| 9 | Jun-06 | Jul-06 | 6/28 | 60 | 720 | 43,200 | \$20.53 | \$886,800 | \$38 | \$1,641,600 | \$754,800 | 55 | \$22.021 | \$872,045 | (\$16,324) | \$0 | \$1,610,521 |
| 10 | Jul-06 | Aug-06 | 7/28 | 60 | 744 | 44,640 | \$28.34 | \$1,265,122 | \$38 | \$1,696,320 | \$431,198 | 55 | \$15.944 | \$652,423 | (\$25,055) | \$0 | \$1,058,566 |

**IDAHO POWER COMPANY
BPA RESIDENTIAL EXCHANGE SETTLEMENT
CALCULATION OF BENEFITS**

| BPA RES. EX. SETTLEMENT MONTH | REVENUE MONTH | READ DATE | CURRENT MONTH BENEFIT | RESIDENTIAL SALES RATIO | TOTAL RESIDENTIAL BENEFIT | PREVIOUS MONTH ADJUSTMENT | TOTAL RESIDENTIAL BENEFIT | BILLING MONTH KWH | RESIDENTIAL CREDIT \$/KWH | IRRIGATION BENEFIT | ACTUAL PAYOUT ADJUSTMENT | | | |
|-------------------------------------|------------------|--------------|-----------------------------|-------------------------------|---------------------------------|---------------------------------|---------------------------------|-------------------------|---------------------------------|-----------------------|--------------------------|---------------------------|-----------------|-------------|
| | | | | | | | | | | | REVENUE MONTH | ACTUAL MONTH PAYOUT | CALC. PAYOUT | DIFF. |
| IDAHO | | | | | | | | | | | | | | |
| 1 | Oct-05 | Nov-05 | 10/31 | | | | | | | | | | | |
| 2 | Nov-05 | Dec-05 | 11/30 | 72.42% | \$1,142,588 | (\$64,382) | \$1,078,206 | 341,488,000 | \$0.003157 | \$435,136 | Sep-05 | \$325,755 | \$261,373 | (\$64,382) |
| 3 | Dec-05 | Jan-06 | 12/28 | 91.06% | \$580,888 | \$15,440 | \$596,328 | 445,885,000 | \$0.001337 | \$57,030 | Oct-05 | \$378,587 | \$394,027 | \$15,440 |
| 4 | Jan-06 | Feb-06 | 1/27 | 99.35% | \$1,005,834 | \$36,642 | \$1,042,476 | 533,700,000 | \$0.001953 | \$6,581 | Nov-05 | \$1,041,564 | \$1,078,206 | \$36,642 |
| 5 | Feb-06 | Mar-06 | 2/28 | 99.82% | \$1,460,888 | \$151,879 | \$1,612,767 | 498,332,000 | \$0.002336 | \$2,634 | Dec-05 | \$664,142 | \$816,022 | \$151,879 |
| 6 | Mar-06 | Apr-06 | 3/30 | 99.81% | \$1,381,377 | (\$15,842) | \$1,365,535 | 439,341,000 | \$0.003108 | \$2,630 | Jan-06 | \$1,058,318 | \$1,042,476 | (\$15,842) |
| 7 | Apr-06 | May-06 | 4/28 | 99.78% | \$1,540,122 | \$61,355 | \$1,601,478 | 375,559,000 | \$0.004264 | \$3,396 | Feb-06 | \$1,551,412 | \$1,612,767 | \$61,355 |
| 8 | May-06 | Jun-06 | 5/30 | 99.52% | \$1,835,043 | (\$76,142) | \$1,758,901 | 305,955,000 | \$0.005749 | \$8,851 | Mar-06 | \$1,441,678 | \$1,365,535 | (\$76,142) |
| 9 | Jun-06 | Jul-06 | 6/28 | 89.67% | \$1,771,457 | (\$25,305) | \$1,746,152 | 301,406,000 | \$0.005793 | \$204,072 | Apr-06 | \$1,626,783 | \$1,601,478 | (\$25,305) |
| 10 | Jul-06 | Aug-06 | 7/28 | 70.48% | \$1,135,095 | \$40,188 | \$1,175,283 | 344,401,000 | \$0.003413 | \$475,426 | May-06 | \$1,718,713 | \$1,758,901 | \$40,188 |
| | | | | 67.79% | \$717,602 | (\$112,002) | \$605,600 | 394,166,000 | \$0.001536 | \$340,964 | Jun-06 | \$1,858,153 | \$1,746,152 | (\$112,002) |