



IDAHO POWER COMPANY
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IDAHO PUBLIC UTILITIES COMMISSION

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March 23, 2007

Ms. Jean D. Jewell
Commission Secretary
Idaho Public Utilities Commission
PO Box 83720
Boise, ID 83720-0074

RE: Annual Compliance Filing of Asset Retirement Obligation (SFAS 143)
Case No. IPC-E-03-13

Dear Ms. Jewell:

In Order No. 29414, the Commission directed the Company to record regulatory assets or liabilities associated with implementation of Statement of Financial Accounting Standards (SFAS) 143. As a result of the Order, the Company is required to file annually, and as part of any rate case filing, all journal entries made under the requirements of SFAS 143.

Enclosed, please find three copies of the 2006 SFAS 143 compliance filing.

Best Regards,

Celeste Schwendiman

CS:ma
Attachments

cc: Ric Gale
Greg Said

Idaho Power Company
 FAS 143 Accounting - Asset Retirement Obligations
 Year Ended December 31, 2006

Recorded journal entries

	FERC Account	Dr.	Cr.
<i>December 31, 2005 balances</i>			
ARO Assets	101	3,632,779	
Accumulated depreciation - ARO assets	108		1,916,632
Accumulated depreciation - removal costs	108	152,683,098	
Regulatory assets	182.3	8,363,188	
ARO Liabilities	230		10,079,335
Regulatory liabilities	254		152,683,098
 <i>Calendar year 2006 Accretion, Depreciation and Removal Cost Entries</i>			
1	Regulatory asset (accretion expense)	182.3	627,684
	ARO liabilities	230	627,684
	To record accretion expense on the asset retirement obligations		
2	Regulatory asset (depreciation expense)	182.3	131,824
	Accumulated depreciation - ARO assets	108	131,824
	To record depreciation on the ARO assets		
3	Accumulated depreciation	108	3,478,950
	Regulatory liabilities	254	3,478,950
	To record adjustments to the ARO regulatory liability for the difference between regulatory-approved removal costs and the FAS 143 accruals.		
 <i>Calendar year 2006 changes in estimates</i>			
4	ARO Assets	101	536,541
	Regulatory asset	182.3	2,083,361
	Accumulated depreciation - ARO assets	108	415,701
	ARO Liabilities	230	2,204,201
	To record new ARO's resulting from FIN 47 implementation.		
 <i>December 31, 2006 balances</i>			
ARO Assets	101	4,169,320	
Accumulated depreciation - ARO assets	108		2,464,157
Accumulated depreciation - removal costs	108	156,162,048	
Regulatory assets	182.3	11,206,056	
ARO Liabilities	230		12,911,220
Regulatory liabilities	254		156,162,048