



RECEIVED

2008 MAY 30 AM 8:08

IDAHO PUBLIC
UTILITIES COMMISSION

CELESTE SCHWENDIMAN
Sr. Pricing Analyst

May 29, 2008

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 11

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 2007 SFAS 143 compliance filing.

Best Regards,

Celeste Schwendiman

CS:ma
Attachments

cc: Terri Carlock
Ric Gale
Greg Said

Idaho Power Company

FAS 143 Accounting

Year Ended December 31, 2007

RECEIVED

2008 MAY 30 AM 8:09

IDAHO PUBLIC
UTILITIES COMMISSION

Recorded journal entries

	FERC Account	Dr.	Cr.
<i>December 31, 2006 balances</i>			
ARO Assets	101	4,169,321	
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

Calendar year 2007 Accretion, Depreciation and Removal Cost Entries

1	Regulatory asset (accretion expense)	182.3	691,526	
	ARO liabilities	230		691,526

To record accretion expense on the asset retirement obligations

2	Regulatory asset (depreciation expense)	182.3	156,913	
	Accumulated depreciation - ARO assets	108		156,913

To record depreciation on the ARO assets

3	Accumulated depreciation	108		848,443
	Regulatory liabilities	254	848,443	

To record adjustments to the ARO regulatory liability for the difference between regulatory-approved removal costs and the FAS 143 accruals.

Calendar year 2007 changes in estimates

4	Construction Work-in-Progress	101	797,731	
	Accumulated depreciation - ARO assets	108		19,054
	Regulatory asset	182.3	141,267	
	ARO Liabilities	230		919,944

To record revision of estimated ARO at Valmy, Bridger and IPC.

Calendar year 2007 retirements

5	Construction Work-in-Progress	101		3,446
	Accumulated depreciation - ARO assets	108	3,446	
	Regulatory asset	182.3		7,697
	ARO Liabilities	230	7,697	

To record the retirement of PCB Bushings at IPC.

December 31, 2007 balances

ARO Assets	101	4,963,606	
Accumulated depreciation - ARO assets	108		2,636,678
Accumulated depreciation - removal costs	108	155,313,605	
Regulatory assets	182.3	12,188,065	
ARO Liabilities	230		14,514,993
Regulatory liabilities	254		155,313,605