



IDAHO POWER COMPANY
P.O. BOX 70
BOISE, IDAHO 83707

BARTON L. KLINE
Senior Attorney

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MARCH 22 11:50
UTILITIES COMMISSION
March 22, 2006

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-05-26
Third Report of Proceeds From SO2 Allowance Sales

Dear Ms. Jewell:

Please find enclosed for filing an original and seven (7) copies of Idaho Power Company's Third Report of Proceeds from SO2 Allowance Sales regarding the above-described case.

I would appreciate it if you would return a stamped copy of this transmittal letter in the enclosed self-addressed, stamped envelope.

Very truly yours,

Barton L. Kline

BLK:jb
Enclosures

BARTON L. KLINE ISB #1526
Idaho Power Company
P.O. Box 70
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Phone: (208) 388-2682
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SEP 22 PM 4:51
IDAHO PUBLIC UTILITIES COMMISSION

Attorneys for Idaho Power Company

Express Mail Address

1221 West Idaho Street
Boise, Idaho 83702

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF THE)	
INVESTIGATION OF APPROPRIATE)	CASE NO. IPC-E-05-26
RATEMAKING TREATMENT OF)	
IDAHO POWER COMPANY'S SO2)	THIRD REPORT OF PROCEEDS
ALLOWANCE SALE PROCEEDS.)	FROM SO2 ALLOWANCE SALES
_____)	

As provided in Order No. 29832 issued in Case No. IPC-E-05-20, Idaho Power Company ("Idaho Power" or "Company") herewith files its third report of the receipt of proceeds from the sale of SO2 emission allowances.

Since the Second Report of Proceeds From SO2 Allowance Sales was filed on February 3, 2006 ("Second Report"), the Company has received additional proceeds from the sale of an additional 2,500 SO2 emission allowances. The total additional net proceeds received since the filing of the Second Report is \$2,866,875. The net proceeds amount is the total amounts received less broker's fees of \$625.

Combining the sales totals reported in the Initial Report, the Second Report, and this Third Report shows that as of the date of this Third Report, the Company has sold 76,000 SO2 allowances for which it has received total net pre-tax proceeds of \$79,793,500.

As of the date of this Third Report, the *after-tax* amount of proceeds received and allocated to the state of Idaho is \$45,727,182. This assumes an income tax rate of 39.1% and a jurisdictional allocation to the state of Idaho of 94.1%.

The accounting for these proceeds is in accordance with Commission Order No. 29852.

Dated this 22nd day of March, 2006.

A handwritten signature in black ink, appearing to read 'B. L. Kline', written over a horizontal line.

BARTON L. KLINE
Attorney for Idaho Power Company

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 22nd day of March, 2006, I served a true and correct copy of the within and foregoing THIRD REPORT OF PROCEEDS FROM SO2 ALLOWANCE SALES upon the following named parties by the method indicated below, and addressed to the following:

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