

DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER
COMMISSIONER SMITH
COMMISSIONER HANSEN
COMMISSION SECRETARY
COMMISSION STAFF
LEGAL

FROM: WELDON STUTZMAN

DATE: OCTOBER 24, 2006

SUBJECT: CASE NO. IPC-E-06-23
IDAHO POWER COMPANY'S APPLICATION FOR APPROVAL OF AN
AGREEMENT WITH AVIMOR, LLC FOR TRANSMISSION AND
SUBSTATION FACILITIES

On September 27, 2006, Idaho Power Company filed an Application requesting Commission approval of an agreement between the Company and Avimor, LLC that provides for the construction of transmission and substation facilities for a residential subdivision proposed by Avimor. Avimor's planned subdivision is located in an area where Idaho Power does not have adequate facilities to accommodate the project. The agreement with Avimor provides for Avimor to pay Idaho Power the amount of \$4.3 million to construct the facilities. The payments will be made in three installments, the first of which has already been paid. The agreement provides that Idaho Power will own, operate and maintain the facilities that are constructed pursuant to the agreement.

The Company requested, and Staff recommends, that its Application be processed by Modified Procedure.

COMMISSION DECISION

Should the Application of Idaho Power Company for approval of an agreement between the Company and Avimor for the construction of transmission and substation facilities be processed by Modified Procedure?



Weldon Stutzman