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IDAHO PUBLIC UTILITIES COMMISSION

LISA D. NORDSTROM
Attorney II

June 9, 2008

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-06-29
Sale and Purchase Agreement of Surplus Energy between TASCOS
and Idaho Power

Dear Ms. Jewell:

In Order No. 30220 issued on January 19, 2007, in Case No. IPC-E-06-29, the Commission approved an Agreement for Sale and Purchase of Surplus Energy (the "Twin Falls Agreement") between Idaho Power and Amalgamated Sugar Company ("TASCOS") dated December 7, 2005. Under the Agreement, Idaho Power agrees to purchase from TASCOS surplus energy not otherwise consumed at its Twin Falls, Idaho, facility.

Through tariff changes approved by minute order in accordance with general rate case Order No. 30508, the Commission authorized the termination of all Uniform Service Agreements between Idaho Power and its customers effective March 1, 2008. As a result, it is necessary to amend the Twin Falls Agreement to remove all references to the Uniform Service Agreement and instead reference only the Agreement for Supply of Standby Electric Service between Idaho Power and TASCOS dated December 7, 2005, as amended by the Letter Agreements dated January 31, 2007, and May 6, 2008. Furthermore, it is also necessary to terminate Amendment 1 to the Uniform Service Agreement dated September 15, 2004, and incorporate the provisions of Amendment 1 regarding Basic Load Capacity into the Twin Falls Agreement.

Enclosed for filing is a Letter Agreement dated May 6, 2008, in which Idaho Power and TASCOS have agreed to amend the Twin Falls Agreement to reflect these changes. I would request that you file the Letter Agreement with the Twin Falls Agreement that was approved in the IPC-E-06-29 case. In addition, I would appreciate it if you would return a stamped copy of this transmittal letter to me in the enclosed self-addressed stamped envelope. It is not Idaho Power Company's intention to file an application with the

Jean Jewell
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Commission and open a new docket for a contract change that is in the nature of a housekeeping matter. Of course, if the Commission desires that Idaho Power make a separate filing to present this amendment, the Company is certainly willing to do so.

If the Commission has any questions regarding this matter, please do not hesitate to contact me.

Very truly yours,


Lisa D. Nordstrom

Enclosure

cc: Scott Woodbury – w/encl.
Joe Huff – w/encl.
Jim Hovda – w/encl.
Mike Pohanka – w/encl.
Ric Gale – w/encl.
Tim Tatum – w/encl.



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IDAHO PUBLIC
UTILITIES COMMISSION

JOHN R. GALE
Vice President, Regulatory Affairs

May 6, 2008

Mr. Joe Huff
Vice President and Chief Operating Officer
The Amalgamated Sugar Company, LLC
3184 Elder Street
Boise, ID 83705

RE: Sale and Purchase Agreement between
TASCO and Idaho Power Company

Dear Mr. Huff:

The Agreement for Sale and Purchase of Surplus Energy between Idaho Power Company ("Idaho Power") and The Amalgamated Sugar Company ("TASCO") dated November 20, 2006 ("the Twin Falls Agreement") defines an arrangement under which Idaho Power agrees to purchase from TASCO surplus energy not otherwise consumed at its Twin Falls, Idaho facility.

The Idaho Public Utilities Commission, through Order No. 30508, authorized the termination of all Uniform Service Agreements between Idaho Power and its customers effective March 1, 2008. As a result, it is necessary to amend the Twin Falls Agreement to remove all references to the Uniform Service Agreement and instead reference only the Agreement for Supply of Standby Electric Service between Idaho Power and TASCO dated December 7, 2005 as amended by the Letter Agreements dated January 31, 2007 and May 6, 2008. Furthermore, it is also necessary to terminate Amendment 1 to the Uniform Service Agreement between Idaho Power and TASCO dated September 15, 2004 and incorporate the provisions of Amendment 1 into the Twin Falls Agreement. The Twin Falls Agreement is to be amended as follows:

1. Section C will be amended to read:
TASCO currently purchases standby electric service for the Twin Falls Plant from Idaho Power under the Agreement for Supply of Standby Electric Service Between Idaho Power Company and The Amalgamated Sugar Company, LLC dated December 7, 2005 as amended by the Letter Agreement dated January 31, 2007 and the Letter Agreement dated May 6, 2008 (Standby Agreement).

in lieu of

TASCO currently purchases standby electric service for the Twin Falls Plant from Idaho Power under the Agreement for Supply of Standby Electric Service Between Idaho Power Company and The Amalgamated Sugar Company, LLC dated April 6, 1998 (Standby Agreement).

2. The current Section 1.13 will be amended to read:

"Total Contract Demand" is measured at the Point of Delivery and means the sum of the Standby Facilities Contract Demand and the Supplementary Contract Demand as specified in the Standby Agreement.

in lieu of

"Total Contract Demand" means the sum of the Standby Facilities Contract Demand as specified in the Standby Agreement and the KVA of demand specified in the Uniform Large Power Service Agreements (Schedule 19 Agreements) and is measured at the Point of Delivery.

3. Section 4.5 will be added and will read:

During the term of this Agreement, TASCOS minimum monthly Basic Load Capacity ("BLC") under Schedule 19 will be equal to the Supplementary Contract Demand as specified in the Standby Agreement. The minimum monthly BLC will be billed to TASCOS at the rates in effect under the then-current Schedule 19. When the Agreement is terminated, TASCOS minimum monthly BLC will no longer be fixed but will revert to the conditions specified in the then-current Schedule 19.

If you approve of the foregoing amendments to the November 20, 2006 Twin Falls Agreement, please indicate your acceptance in the space provided below, retain one copy of this Letter Agreement and return a copy to Idaho Power.

Cordially,

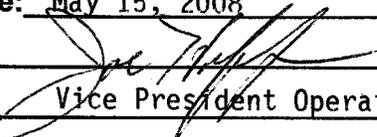

John R. Gale

JRG:ma
Enclosures

c: Ray Arp, TASCOS
Mike Pohanka, IPCO
Tim Tatum, IPCO

THE ABOVE LETTER AGREEMENT READ,
UNDERSTOOD, AND AGREED TO:

Date: May 15, 2008

By: 

Its: Vice President Operations & COO