

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF IDAHO POWER)	
COMPANY'S PETITION FOR APPROVAL)	CASE NO. IPC-E-08-19
OF CHANGES TO ITS POWER COST)	
ADJUSTMENT (PCA) MECHANISM)	NOTICE OF APPLICATION
)	
)	NOTICE OF
)	MODIFIED PROCEDURE
)	
)	ORDER NO. 30677

YOU ARE HEREBY NOTIFIED that on October 14, 2008, Idaho Power Company filed a Petition requesting the Commission issue an Order authorizing the Company to modify its Power Cost Adjustment mechanism as set forth in a Settlement Stipulation filed with the Petition. Consistent with a previous Commission Order, Idaho Power hosted workshops and settlement discussions addressing a number of issues related to the PCA. The discussions resulted in a settlement signed by Idaho Power, Commission Staff, Micron Technology, the Industrial Customers of Idaho Power, the U.S. Department of Energy, and the Idaho Irrigation Pumpers Association.

YOU ARE FURTHER NOTIFIED that the primary change proposed by the parties is in the PCA sharing methodology that allocates non-PURPA power supply expenses between customers and the Company's shareholders. The Stipulation calls for a change in the current 90% (customers)/10% (shareholders) to a 95%/5% sharing arrangement. The parties note in the Stipulation that the new sharing arrangement is appropriate because of a substantial increase in the magnitude and volatility of power supply expenses driven by market and fuel price volatility coupled with increasing loads and development of the Company's risk management policy.

YOU ARE FURTHER NOTIFIED that the Stipulation also addresses the load growth adjustment rate which is a component of the PCA formula. The LGAR rate in the initial PCA was \$16.85/MWh, and the current LGAR rate from the Company's last rate case is \$31.40. The new LGAR calculation in the Stipulation results in a new rate of \$28.14/MWh.

YOU ARE FURTHER NOTIFIED that the Commission has determined that the public interest may not require a formal hearing in this matter and will proceed under Modified

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Procedure pursuant to Rules 201 through 204 of the Idaho Public Utilities Commission's Rules of Procedure, IDAPA 31.01.01.201-204. The Commission notes that Modified Procedure and written comments have proven to be an effective means for obtaining public input and participation.

YOU ARE FURTHER NOTIFIED that any person desiring to state a position on this Application may file a written comment in support or opposition with the Commission within twenty-one (21) days from the service date of this Notice. The comment must contain a statement of reasons supporting the comment. Persons desiring a hearing must specifically request a hearing in their written comments. Written comments concerning this Application may be mailed to the Commission and Idaho Power at the addresses reflected below:

Commission Secretary
Idaho Public Utilities Commission
PO Box 83720
Boise, Idaho 83720-0074

Street Address for Express Mail:

472 W. Washington Street
Boise, ID 83702-5918

Barton L. Kline
Donovan E. Walker
Idaho Power Company
PO Box 70
Boise, ID 83707-0070
E-Mail: bkline@idahopower.com
dwalker@idahopower.com

These comments should contain the case caption and case number shown on the first page of this document. Persons desiring to submit comments via e-mail may do so by accessing the Commission's home page located at www.puc.idaho.gov. Click the "Comments and Questions" icon, and complete the comment form, using the case number as it appears on the front of this document. These comments must also be sent to Idaho Power at the e-mail addresses listed above.

YOU ARE FURTHER NOTIFIED that if no written comments or protests are received within the time limit set, the Commission will consider this matter on its merits and enter its Order without a formal hearing. If written comments are received within the time limit set, the Commission will consider them and, in its discretion, may set the same for formal hearing.

YOU ARE FURTHER NOTIFIED that the Application and supporting workpapers have been filed with the Commission and are available for public inspection during regular

business hours at the Commission offices or on the Commission's Website at www.puc.idaho.gov under the "File Room" and then "Electric Cases."

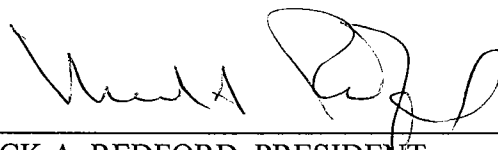
YOU ARE FURTHER NOTIFIED that all proceedings in this case will be held pursuant to the Commission's jurisdiction under Title 61 of the Idaho Code and that the Commission may enter any final order consistent with its authority under Title 61.

YOU ARE FURTHER NOTIFIED that all proceedings in this matter will be conducted pursuant to the Commission's Rules of Procedure, IDAPA 31.01.01.000 et seq.

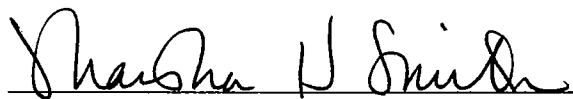
ORDER

IT IS HEREBY ORDERED that the Petition of Idaho Power Company for approval of changes to its Power Cost Adjustment mechanism be processed by Modified Procedure, IDAPA 31.01.01.201-.204. Persons interested in submitting written comments in this matter must do so within twenty-one (21) days from the service date of this Notice.

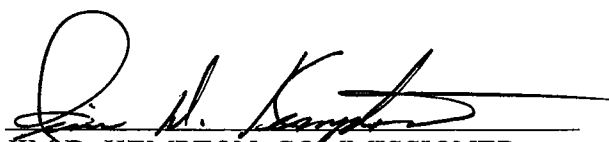
DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 13th
day of November 2008.



MACK A. REDFORD, PRESIDENT



MARSHA H. SMITH, COMMISSIONER



JIM D. KEMPTON, COMMISSIONER

ATTEST:



Jean D. Jewell
Commission Secretary

bls/O:IPC-E-08-19_ws