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IDAHO PUBLIC UTILITIES COMMISSION

LISA D. NORDSTROM
Lead Counsel
lnordstrom@idahopower.com

July 1, 2011

VIA HAND DELIVERY

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-11-05
Prudency Determination of 2010 Energy Efficiency Rider Expenditures

Dear Ms. Jewell:

In the course of responding to Idaho Public Utilities Commission Staff's production requests, Idaho Power Company ("Idaho Power" or "Company") discovered that four customer incentives were inadvertently charged to the Idaho Energy Efficiency Rider ("Rider") in 2010 when, in fact, they should have been charged to the Oregon Energy Efficiency Rider. Because \$526,781 was mistakenly charged to the Idaho Rider, Idaho Power now requests a prudency determination of \$41,952,911 rather than the \$42,479,692 originally requested in its Application.

The Company's books are closed for 2010. Consequently, Idaho Power has made the accounting corrections in 2011 to reverse the expenses and the associated carrying charges from the Idaho Rider and charge them to the Oregon Rider instead. As a result, revised 2010 Oregon Rider expenses will be \$2,231,148 rather than the \$1,704,367 reported in Idaho Power's *Demand-Side Management 2010 Annual Report* ("Report"). Idaho Power will include these accounting corrections in its *Demand-Side Management 2011 Annual Report*, along with the corresponding adjustments in claimed savings between jurisdictions.

Although the overall expenses and savings reported in the Report are correct, please note that portions of the Report where savings, expenses, and number of projects are broken out by jurisdiction are inaccurate for the reason discussed above. This affects the table on page 74 of the *Demand-Side Management 2010 Annual Report*; Appendix 2, page 128; Appendix 5, page 143; and the 2010 DSM Detailed Expenses by Program in *Supplement 1: Cost-Effectiveness*, page 7.

Jean D. Jewell, Secretary

July 1, 2011

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Idaho Power regrets any inconvenience or confusion created by this accounting correction and is willing to discuss the issue in greater detail if the Idaho Public Utilities Commission or Intervenors so desire.

Very truly yours,

A handwritten signature in cursive script that reads "Lisa D. Nordstrom".

Lisa D. Nordstrom

LDN:csb

cc: Service list

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 1st day of July 2011 I served a true and correct copy of IDAHO POWER COMPANY'S JULY 1, 2011, LETTER TO JEAN D. JEWELL upon the following named parties by the method indicated below, and addressed to the following:

Commission Staff

Weldon B. Stutzman
Deputy Attorney General
Idaho Public Utilities Commission
472 West Washington
P.O. Box 83720
Boise, Idaho 83720-0074

Hand Delivered
 U.S. Mail
 Overnight Mail
 FAX
 Email weldon.stutzman@puc.idaho.gov

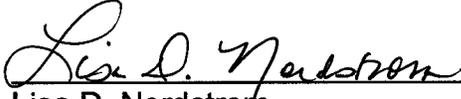
Industrial Customers of Idaho Power

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Lisa D. Nordstrom