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IDAHO PUBLIC
UTILITIES COMMISSION

DONOVAN E. WALKER
LEAD COUNSEL
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August 8, 2014

VIA HAND DELIVERY

Jean D. Jewell, Secretary
Idaho Public Utilities Commission
472 West Washington Street
Boise, Idaho 83702

Re: **Corrected** Accounting Entries
Case No. IPC-E-14-08 - Idaho Power Company's Application for an Accounting Order
J. R. Simplot and Idaho Power Settlement Agreement

Dear Ms. Jewell:

On August 5, 2014, Idaho Power Company ("Idaho Power") submitted accounting entries for the Simplot overpayment pursuant to the Idaho Public Utilities Commission ("Commission") Order No. 33076 that partially granted the Company's request for an accounting order for the recovery of overpayments made to J.R. Simplot Company ("Simplot") with regard to their 2006 Power Purchase Agreement with Idaho Power. Subsequent to the filing, Idaho Power found an error in the computation performed for Accounting Entry No. 2; the Company inadvertently applied a Power Cost Adjustment ("PCA") sharing percentage of 95 percent to the Idaho customer benefit when in fact, because this is a PURPA cost, 100 percent of the jurisdictional percentage gets passed back to customers through the PCA. Idaho Power hereby submits the enclosed accounting entries correcting this error.

If you have any questions regarding this filing, please contact Courtney Waites at 388-5612 or cwaites@idahopower.com.

Sincerely,

Donovan E. Walker

DEW:kkt
Enclosure
cc w/ encl:

Terri Carlock, IPUC
Don Howell, IPUC
Tim Tatum
RA File
Legal File

J. R. Simplot and Idaho Power Settlement Agreement
Corrected Accounting Entries

On July 16, 2014, the Idaho Public Utilities Commission ("Commission") issued Order No. 33076 approving an accounting order for the recovery of \$1,888,406.85 in overpayments made by Idaho Power Company ("Idaho Power") to the J.R. Simplot Company. The Commission found that customers should be credited with the recovery of \$1,888,406.85 (\$1,564,503.76 from Simplot and \$319,903.09 from Idaho Power). Idaho Power's contributed share of the funds will be from shareholder funds, not customer funds. Idaho Power was ordered to credit the entire amount of recovered overpayments to customers in its 2015 Power Cost Adjustment application. The following summarizes the accounting entries that will be made regarding the overpayments:

(1)

242 Misc. C&A Liab - Operations		
657 X00001 999 242500	\$	1,884,406.85
401 Operations Expense		
657 M30108 599 555070	\$	1,884,406.85

To record the benefit to Idaho Power's customers through a reduction to purchased power supply expenses. This entry will be recorded in July 2014.

(2)

401 Operations Expense		
693 M30108 441 557001	\$	1,790,186.51
182.3 Other Regulatory Assets – Current Year PCA Deferral		
693 X00001 999 182323	\$	1,790,186.51

To record the Idaho customer benefit of the J. R. Simplot Company Settlement Agreement after jurisdictionalizing and sharing ($\$1,884,406.85 * 95% * 100% = \$1,790,186.51$). This entry will be made in July 2014.

(3)

401 Operations Expense		
693 M30108 443 557003	\$	84,798.31
182.3 Other Regulatory Assets – 2014 PCAM		
693 X00001 999 182384	\$	84,798.31

To record the Oregon customer benefit of the J. R. Simplot Company Settlement Agreement after jurisdictionalizing and sharing ($\$1,884,406.85 * 5% * 90% = \$84,798.31$). This entry will be made in July 2014 if the Oregon jurisdictional year-to-date net power supply expenses fall outside the deadbands.