

RECEIVED
2016 June 16 PM 2:18
IDAHO PUBLIC
UTILITIES COMMISSION

LISA D. NORDSTROM
Lead Counsel
lnordstrom@idahopower.com

June 16, 2016

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-15-26 - Transfer and Sale of Certain Assets to the FBI –
Idaho Power Company's Rule M Tariff Compliance Filing

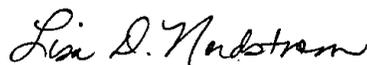
Dear Ms. Jewell:

Idaho Power Company ("Company") herewith transmits for filing a revised Rule M pursuant to the Idaho Public Utilities Commission ("Commission") Order No. 33514 in this matter directing the Company to update its Rule M. In its order, the Commission stated "We find it appropriate to consider the factors set forth in Section 61-328(3) as guidance when evaluating a utility's proposal to transfer assets that historically have been devoted to serving only a single customer. According, we direct Idaho Power to file a revised tariff Schedule M to reflect these findings." Order No. 33514 at 9.

In compliance with the Commission Order, Idaho Power requests to update its Rule M to remove *Idaho Code* § 61-328(3) as a provision that must be met for all sales of facilities governed by Rule M and instead reference that the factors set forth in *Idaho Code* § 61-328(3) will be considered as a guide for the sale of Company-owned facilities installed beyond the Point of Delivery under Section 3 of the rule.

If you have any questions regarding this compliance filing, please contact Regulatory Analyst Zach Harris at 388-2305 or zharris@idahopower.com.

Sincerely,



Lisa D. Nordstrom

LDN:kkt
Enclosures

RULE M
FACILITIES CHARGE SERVICE

3. Sale of Company-Owned Facilities

Customers paying a facilities charge may request to purchase Company-owned facilities installed beyond the Point of Delivery. All sales of facilities must ~~be approved by the Commission and~~ meet the following provisions:

~~a. Idaho Code Section 61-328.~~

~~ba.~~ No mixed ownership of facilities. A Customer purchasing Company-owned facilities installed beyond the Point of Delivery must purchase all facilities listed on the DFI for that location.

~~eb.~~ The Customer must provide the operation and maintenance of all facilities installed beyond the Point of Delivery after the sale is complete.

~~ec.~~ The Customer must prepay engineering costs for sales determinations taking greater than 16 estimated hours of preparation. Sales determinations equal to or less than 16 estimated hours of preparation will be billed to the Customer as part of the sales agreement, or after the engineering is completed in instances where the sale is not finalized.

The factors set forth in Idaho Code § 61-328(3) will be considered as a guide for the sale of Company-owned facilities installed beyond the Point of Delivery to the customer served by those facilities. All sales shall be brought before the Commission, whether as an application or other informal procedure.

4. Monthly Facilities Charge Rate

Effective January 1, 2012, a facilities charge, as specified in Schedule 66, will be assessed on each facilities charge customer's monthly billing.

5. Consent and Acknowledge Form

Prior to entering into a facilities charge arrangement, the Customer and Company must agree to and sign the Facilities Charge Service Consent and Acknowledgement Form attached to this rule.

RULE M
FACILITIES CHARGE SERVICE

3. Sale of Company-Owned Facilities

Customers paying a facilities charge may request to purchase Company-owned facilities installed beyond the Point of Delivery. All sales of facilities must meet the following provisions:

- a. No mixed ownership of facilities. A Customer purchasing Company-owned facilities installed beyond the Point of Delivery must purchase all facilities listed on the DFI for that location.
- b. The Customer must provide the operation and maintenance of all facilities installed beyond the Point of Delivery after the sale is complete.
- c. The Customer must prepay engineering costs for sales determinations taking greater than 16 estimated hours of preparation. Sales determinations equal to or less than 16 estimated hours of preparation will be billed to the Customer as part of the sales agreement, or after the engineering is completed in instances where the sale is not finalized.

The factors set forth in *Idaho Code* § 61-328(3) will be considered as a guide for the sale of Company-owned facilities installed beyond the Point of Delivery to the customer served by those facilities. All sales shall be brought before the Commission, whether as an application or other informal procedure.

4. Monthly Facilities Charge Rate

Effective January 1, 2012, a facilities charge, as specified in Schedule 66, will be assessed on each facilities charge customer's monthly billing.

5. Consent and Acknowledge Form

Prior to entering into a facilities charge arrangement, the Customer and Company must agree to and sign the Facilities Charge Service Consent and Acknowledgement Form attached to this rule.