

**BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION**

<b>THE APPLICATION OF IDAHO POWER</b>	)	<b>CASE NO. IPC-E-19-03</b>
<b>FOR CONSIDERATION OF AN ENERGY</b>	)	
<b>SALES AGREEMENT WITH KOYLE</b>	)	<b>NOTICE OF APPLICATION</b>
<b>HYDRO</b>	)	
	)	<b>NOTICE OF</b>
	)	<b>MODIFIED PROCEDURE</b>
	)	
	)	<b>ORDER NO. 34244</b>

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On February 6, 2019, Idaho Power Company (“Idaho Power” or “Company”) filed an Application seeking approval or rejection of an Energy Sales Agreement (“ESA” or “Agreement”) with Koyle Hydro Inc. (“Koyle”) for energy generated by the Koyle Small Hydro Project (“Facility”). The Facility is a qualifying facility under the Public Utility Regulatory Policies Act of 1978 (“PURPA”).

The Commission now issues this Notice of Application and Notice of Modified Procedure setting comment and reply deadlines.

**NOTICE OF APPLICATION**

YOU ARE HEREBY NOTIFIED that under the proposed ESA, Koyle would sell and the Company would purchase electric energy generated by the Koyle Small Hydro Project. The Facility is a 1.4 MW nameplate capacity hydro facility near Gooding, Idaho.

YOU ARE FURTHER NOTIFIED that the ESA contains a five-day ahead Net Energy Amount monthly adjustment consistent with the Company’s application in IPC-E-19-01.

YOU ARE FURTHER NOTIFIED that the Facility has been delivering energy to Idaho Power under a Power Purchase Agreement dated February 15, 1983. The proposed Agreement contains capacity payments for the Facility for the entire term of the ESA, with no sufficiency period.

YOU ARE FURTHER NOTIFIED that Koyle has elected an ESA with a 20-year term with published non-levelized non-seasonal hydro avoided-cost rates.

YOU ARE FURTHER NOTIFIED that the Facility has a scheduled First Energy Date under the ESA of April 1, 2019.

YOU ARE FURTHER NOTIFIED that the Company requests the Application to be processed by Modified Procedure. *Id.* at 5.

YOU ARE FURTHER NOTIFIED that the Company requests the Commission issue an Order accepting or rejecting the ESA and, if accepted, declaring all payments for purchases of energy under the ESA be allowed as prudently incurred expenses for ratemaking purposes.

YOU ARE FURTHER NOTIFIED that the Application is available for public inspection during regular business hours at the Commission office. These documents are also available on the Commission's web site at [www.puc.idaho.gov](http://www.puc.idaho.gov). Click on the "File Room" tab at the top of the page, then select "Electric Cases" and click on the case number as shown on the front of this document.

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, specifically *Idaho Code* §§ 61-502 and 61-503, and PURPA. The Commission has authority under PURPA and the implementing regulations of the Federal Energy Regulatory Commission ("FERC") to set avoided costs, to set avoided costs, to order electric utilities to enter into fixed-term obligations for the purchase of energy from QFs, and to implement FERC rules.

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.*

#### **NOTICE OF MODIFIED PROCEDURE**

YOU ARE FURTHER NOTIFIED that the Commission has determined that the public interest may not require a formal hearing in this matter, and that it will proceed under Modified Procedure pursuant to Rules 201 through 204 of the Commission's Rules of Procedure, IDAPA 31.01.01.201 through .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 by no later than March 14, 2019.** 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 shall be mailed to the Commission and the Company at the addresses reflected below:

**For the Idaho Public Utilities  
Commission**

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

Street Address for Express Mail:

472 W. Washington Street  
Boise, ID 83702-5918

**For Idaho Power Company:**

Donovan E. Walker  
Energy Contracts  
Idaho Power Company  
1221 West Idaho Street 83702  
P.O. Box 70  
Boise, ID 83707-0070  
E-Mail: [dwalker@idahopower.com](mailto:dwalker@idahopower.com)  
[dockets@idahopower.com](mailto:dockets@idahopower.com)  
[energycontracts@idahopower.com](mailto:energycontracts@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](http://www.puc.idaho.gov). Click the "Consumers" tab then click the "Case Comment or Question Form" and complete the comment form using the case number as it appears on the front of this document.


YOU ARE FURTHER NOTIFIED that the Company shall file reply comments, if necessary, **by no later than March 21, 2019.**

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.

**ORDER**

IT IS HEREBY ORDERED that the Application of the Company be processed by Modified Procedure, Rule 201-204 (IDAPA 31.01.01.201-.204). Persons interested in submitting written comments must do so by March 14, 2019. The Company may file reply comments by no later than March 21, 2019.

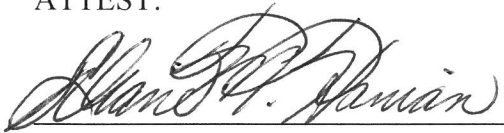
DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 21<sup>st</sup>  
day of February, 2019.

  
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PAUL KJELLANDER, PRESIDENT

  
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KRISTINE RAPER, COMMISSIONER

  
\_\_\_\_\_  
ERIC ANDERSON, COMMISSIONER

ATTEST:

  
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Diane M. Hanian  
Commission Secretary

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