

Janet



# IDAHO PUBLIC UTILITIES COMMISSION

Dirk Kempthorne, Governor

P.O. Box 83720, Boise, Idaho 83720-0074

Paul Kjellander, President  
Marsha H. Smith, Commissioner  
Dennis S. Hansen, Commissioner

September 25, 2001

Larry D. Ripley  
Idaho Power Company  
PO Box 70  
Boise, Idaho 83707-0070

Ref: IPC-E-95-14  
O.N. 26238

RE: Letter Agreement between Idaho Power Company and Micron Technology Increasing  
Micron's Contract Demand to 85,000 kW.

Dear Mr. Ripley:

At its September 24, 2001 decision meeting, the Commission considered and approved the August 30, 2001 Letter Agreement between Idaho Power Company and Micron Technology, Inc. In this Letter Agreement, Idaho Power allows Micron to increase its load under the existing special contract to 85,000 kW of demand effective October 1, 2001.

Sincerely,



Randy Lobb  
Utilities Division Administrator

Cc: John R. Gale, IPCo  
Richard E. Malmgren, Micron Technology  
Steven L. Stout, Micron Technology  
Keith Hessing, IPUC  
Janet Bahora, IPUC

rlobb:gdk/micronlet



IDAHO POWER COMPANY  
P.O. BOX 70  
BOISE, IDAHO 83707

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LARRY D. RIPLEY  
Senior Attorney

IDAHO PUBLIC UTILITIES COMMISSION  
August 31, 2001

Ms. Jean D. Jewell, Secretary  
Idaho Public Utilities Commission  
472 W. Washington Street  
P.O. Box 83720  
Boise, Idaho 83720-0074

Re: Micron Special Contract Dated August 31, 1995  
Increase In Demand To 85,000 kW

Dear Ms. Jewell:

Enclosed are an original and three (3) copies of a Letter Agreement between Micron Technology, Inc. ("Micron") and Idaho Power Company ("Idaho Power"). As set forth in the Letter Agreement, Micron and Idaho Power have agreed that Micron is permitted to increase its contract demand to 85,000 kW effective October 1, 2001. Please note that the increase in contract demand does not require any change in the special contract between Micron and Idaho Power, nor is there any change in the rates and charges for electric service.

In order to avoid any confusion in this matter, it is requested that the Commission indicate it has no objection to Micron's contract demand being increased to 85,000 kW effective October 1, 2001. If the Commission is of the opinion that more formal action should be taken, please consider this letter as an advice letter.

It is requested that any order or correspondence issued in this matter be addressed to the following:

Larry D. Ripley  
John R. Gale  
Idaho Power Company  
P.O. Box 70  
Boise, Idaho 83707-0070

Richard E. Malmgren  
Steven L. Stout  
Micron Technology, Inc.  
P.O. Box 6  
Boise, Idaho 83707-0006

Very truly yours,

Larry D. Ripley

LDR:jb  
Enclosures

bc: Richard E. Malmgren (w/enclosures)  
Steven L. Stout (w/enclosures)  
Randy Lobb, IPUC (w/enclosures)



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P.O. BOX 70  
BOISE, IDAHO 83707

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IDAHO PUBLIC  
UTILITIES COMMISSION

JOHN R. GALE  
Vice President  
Regulatory Affairs

(208) 388-2887  
FAX (208) 388-6449  
E-MAIL rgale@idahopower.com

August 30, 2001

Mr. Steven L. Stout  
Vice President, Facilities  
Micron Technology, Inc.  
8000 Federal Way  
PO Box 6  
Boise, Idaho 83707-0006

RE: Micron Special Contract Dated August 31, 1995  
Increase in Demand to 85,000 kW

Dear Mr. Stout:

This is to acknowledge receipt of your letter dated August 7, 2001, wherein you have requested on behalf of Micron Technology, Inc. ("Micron") an increase in contract demand under the Micron Special Contract for Electric Service dated August 31, 1995 ("the Contract"). Currently, Micron's contract demand is 80,000 kW. Idaho Power Company believes that under the Contract, Micron is permitted to increase its contract demand by increments of 10,000 kW with one year's notice. You have requested that Micron be permitted to increase its contract demand to 85,000 kW effective October 1, 2001. Idaho Power Company believes that such an increase would require Idaho Power Company to waive the one-year advance notice requirement and the requirement that Micron can only increase its contract demand by increments of 10,000 kW.

Idaho Power Company acknowledges that Micron believes that Micron's request does not require a waiver of any Contract provisions. Micron believes that the contract demand may be adjusted by increments of less than 10,000 kW and without the obligation to provide one year's notice until Micron's contract demand reaches 100,000 kW.

Idaho Power Company is willing in this instance to waive the one-year notice requirement and the 10,000 kW contract demand increment requirement if waiver of such provisions is required and permit Micron to change its contract demand from 80,000 kW to 85,000 kW effective October 1, 2001. This increase in contract demand shall not establish a precedent that requires Idaho Power Company to grant similar requests in the future. This increase shall also not constitute an acknowledgement or an admission by Micron that a waiver is required under the Contract.

Steve Stout Letter  
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If you believe I have accurately set forth the positions and understanding of the parties please indicate such and your concurrence to the change in contract demand to 85,000 kW in this instance in the space indicated below. Obviously, to the extent that the approval of the Idaho Public Utilities Commission is required, Idaho Power Company's concurrence in your request is contingent upon receiving Idaho Public Utilities Commission approval. Upon receipt of your signed concurrence, Idaho Power will pursue any approvals that might be required from the Idaho Public Utilities Commission.

Please return to me two signed copies so that one can be filed with the Idaho Public Utilities Commission.

Cordially,



John R. Gale

JRG:ma

ACCEPTED AND APPROVED BY:  
MICRON TECHNOLOGY, INC.

*RSM*  
BY:   
TITLE: UP Facilities  
DATE: 8-30-01