BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

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IN THE MATTER OF THE APPLICATION OF PACIFICORP DBA ROCKY MOUNTAIN POWER FOR APPROVAL TO REVISE ELECTRIC SERVICE SCHEDULE NOS. 10, 400 AND 401

CASE NO. PAC-E-06-4 NOTICE OF APPLICATION NOTICE OF INTERVENTION DEADLINE

Background

Pursuant to Commission approved Stipulation in PacifiCorp's 2005 rate case (PAC-E-05-1, Order No. 29833) PacifiCorp agreed to file a general rate case no later than April 29, 2006 to address cost of service issues not resolved in the 2005 Stipulation and to time the effective date of new rates to coincide with the expiration of the current Monsanto contract (December 31, 2006). The Company's 2006 filing was delayed to permit Company contract negotiations to proceed with Monsanto. The Company's filings in Case Nos. PAC-E-06-4, 06-8 and 06-9 are intended to satisfy its 2005 Stipulation filing commitment. Applications

YOU ARE HEREBY NOTIFIED that on June 21, 2006, PacifiCorp dba Rocky Mountain Power (PacifiCorp; Company) filed an Application with the Idaho Public Utilities Commission (Commission) in Case No. PAC-E-06-4 requesting authority to implement revised rates in electric tariff Schedules 10 (Irrigation), 400 (Monsanto Company) and 401 (Nu-West Industries). Simultaneous and related filings are made in Case Nos. PAC-E-06-8 (Nu-West Stipulation) and PAC-E-06-9 (Monsanto Service Agreement). The filing in Case No. PAC-E-06-4 can be summarized as follows:

PacifiCorp is an electric public utility providing retail electric service to approximately 64,000 customers in the State of Idaho. The Company in its Case No. PAC-E-06-4 filing requests authority to implement revised tariff schedules that would result in a net increase in base rates of \$8.25 million (5.1%) for retail customers under irrigation Schedule No. 10 (\$1.7 million; 5%), Nu-West special contract Schedule No. 401 (\$150,000; 4%) and Monsanto special contract Schedule No. 400 (\$6.8 million; 16.5%).

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The Company's filing in Case No. PAC-E-06-4 is accompanied by the testimony and exhibits of Jeffrey K. Larson, Managing Director of Regulatory Affairs for PacifiCorp. Mr. Larson is the Company's witness for both cost-of-service and revenue requirement. Also included with the filing is a May 24, 2006 Stipulation signed by the Idaho Irrigation Pumpers Association (IIPA). The proposed changes in tariff rates are agreed to by IIPA, Nu-West and Monsanto. The Company maintains that the increases to tariff Schedules 10, 400 and 401 are supported by cost-of-service studies and normalized results of operations using a historical test year ending September 30, 2005 and a calculated Idaho revenue requirement deficiency (\$19.35 million). No change in rates is proposed for other Idaho customer classes.

Regarding irrigation customers, the Company also proposes to defer a total of \$450,000 of the revenue collected under Schedule 10 between May 1, 2007 and September 30, 2007 and refund the total, spread equitably to participants in the Irrigation Load Control Credit Rider Program. The total refund would be paid no later than December 31, 2007. The net effect on all Schedule 10 customers would be an average increase of 3.7% in 2007. The refund to the program participants is designed to be an incentive encouraging additional participation in the Load Control Program during the 2007 irrigation season and is in addition to the Load Control Service Credit provided to program participants under Schedule No. 72.

The Company has further agreed to meet with the Idaho Irrigation Pumpers Association (IIPA) and other interested parties prior to November 1, 2006 to study alternatives for evaluating the curtailment product provided by the Irrigators to PacifiCorp.

The Company in submitted testimony recognizes its commitment to the Community Action Partnership Association of Idaho (CAPAI) in Case Nos. PAC-E-05-1 (2005 Stipulation) and PAC-E-05-8, Order No. 29998 (MidAmerican Commitment No. I13(b)) to present an analysis in its next rate case with respect to low-income weatherization programs managed by Community Action agencies of the "cost and benefits of changing its current practice of matching 50% of federal contribution to matching at a higher percentage amount." The Company represents that it has reached an agreement with CAPAI that the issue of contributions under tariff Schedule No. 21 could be addressed in a separate proceeding before the Commission.

YOU ARE FURTHER NOTIFIED that **persons desiring to intervene** in Case No. PAC-E-06-4 for the purpose of becoming a party, i.e., to present evidence, to acquire rights of

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cross-examination, to participate in settlement or negotiation conferences, and to make and argue motions **must file a Petition to Intervene** with the Commission pursuant to Rules of Procedure 72 and 73 of the Commission's Rules of Procedure, IDAPA 31.01.01.072 and -.073. Persons desiring to acquire intervenor rights of participation must file a Petition to Intervene **on or before Friday, July 14, 2006**. Persons desiring intervenor status shall also provide the Commission Secretary with their electronic mail address to facilitate future communications in this matter.

YOU ARE FURTHER NOTIFIED that persons desiring to present their views without parties' rights of participation and cross-examination are not required to intervene and may present their comments without prior notification to the Commission or other parties.

YOU ARE FURTHER NOTIFIED that the Commission Secretary shall issue a Notice of Parties after the deadline for intervention has passed. The Notice of Parties shall assign exhibit numbers to each party in this proceeding.

YOU ARE FURTHER NOTIFIED that discovery is available in Case No. PAC-E-06-4 pursuant to the Commission's Rules of Procedure, IDAPA 31.01.01.221-234.

YOU ARE FURTHER NOTIFIED that the Company's Application together with supporting testimony and exhibits can be reviewed at the Commission's office in Boise, Idaho and at the Idaho offices of PacifiCorp during regular business hours. The Application is also available for public inspection on the Commission's homepage at <u>www.puc.idaho.gov</u> under the "File Room" icon and "Electric Cases."

YOU ARE FURTHER NOTIFIED that written comments and all filings concerning Case No. PAC-E-06-4 should be mailed to the Commission, PacifiCorp and the Idaho Irrigation Pumpers Association at the addresses reflected below: Commission Secretary Idaho Public Utilities Commission PO Box 83720 Boise, ID 83720-0074

Street Address for Express Mail:

472 W. Washington Street Boise, ID 83702-5983 For PacifiCorp:

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For Idaho Irrigation Pumpers Association:

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All comments and filings should contain the case caption and case number shown on the first page of this document.

DATED at Boise, Idaho this

30+

day of June 2006.

Jean/D. Jewell () Commission Secretary

bls/N:PAC-E-06-04_sw