



RECEIVED

2012 MAY 17 AM 9:03

201 South Main, Suite 2300  
Salt Lake City, Utah 84111

IDAHO PUBLIC  
UTILITIES COMMISSION

May 16, 2012

**VIA ELECTRONIC DELIVERY**

Idaho Public Utilities Commission  
472 W. Washington  
Boise, ID 83702

Attention: Jean D. Jewell  
Commission Secretary

**RE: CASE NO. PAC-E-12-09  
IN THE MATTER OF THE ANNUAL REVISION OF QF VARIABLE ENERGY  
PRICES IN ACCORDANCE WITH THE TERMS OF THE 1992 AMENDMENTS  
TO POWER PURCHASE AGREEMENTS BETWEEN IDAHO QFS AND  
PACIFICORP.**

Dear Ms. Jewell,

On May 14, 2012, the Idaho Public Utilities Commission staff provided an update to the adjustable rate portion of avoided costs for QF contracts using variable costs associated with Colstrip and for PacifiCorp contracts with 1992 amendments.

Rocky Mountain Power has reviewed and agrees that the updated prices have been calculated correctly. The Company will utilize the new variable energy rates for existing contract deliveries commencing July 1, 2012 extending through June 30, 2013.

If you have any questions please contact Ted Weston at (801) 220-2936 or email [Ted.Weston@PacifiCorp.com](mailto:Ted.Weston@PacifiCorp.com).

Sincerely,

Jeffrey K. Larsen  
Vice President, Regulation & Government Affairs

Cc: Rick Sterling  
Kristine Sasser