

DECISION MEMORANDUM

**TO: COMMISSIONER KJELLANDER
COMMISSIONER RAPER
COMMISSIONER ANDERSON
COMMISSION SECRETARY
COMMISSION STAFF
LEGAL**

**FROM: JOHN R. HAMMOND JR.
DEPUTY ATTORNEY GENERAL**

DATE: APRIL 10, 2020

**SUBJECT: IDAHO POWER'S APPLICATION FOR AUTHORITY TO IMPLEMENT
FCA RATES FOR ELECTRIC SERVICE FROM JUNE 1, 2020, THROUGH
MAY 31, 2021; CASE NO. IPC-E-20-14.**

On March 13, 2020, Idaho Power Company (“Company”) applied to implement new Fixed Cost Adjustment (“FCA”) rates for electric service from June 1, 2020, through May 31, 2021, and a corresponding revised tariff Schedule 54, Fixed Cost Adjustment to recover the 2019 FCA balance. Idaho proposes to *increase* FCA rates by 0.02% this year. The Company requests the new rates and the updated Schedule 54 take effect on June 1, 2020, and remain in effect until May 31, 2021. The Company asks that its Application be processed by Modified Procedure.

THE APPLICATION

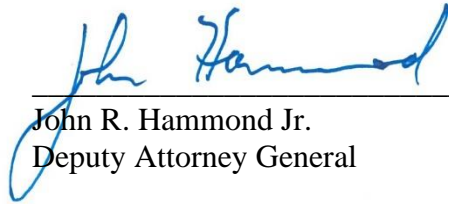
The Company states the FCA is designed to remove the financial disincentive for it to invest in demand-side management resources and energy efficiency activities. *Application* at 2. The Company states the 2019 FCA balance is \$35,498,856, made up of \$34,194,871 for the Residential class and \$1,303,985 for the Small General Service class. *Id.* at 4. The Company requests an increase to FCA rates of 0.6622 cents per kilowatt hour (“kWh”) for the Residential class and 0.8381 cents per kWh for the Small General Service class, which would result in an annual increase of 0.02% from current billed revenue for the affected customer classes. *Id.* at 5. The Company states that a typical residential customer would see an increase of approximately \$0.02 on their monthly bill if the Company's Application is approved in full.

STAFF RECOMMENDATION

Staff recommends the Commission issue a Notice of Application and Notice of Modified Procedure and set a May 13, 2020, comment deadline and a May 20, 2020, reply comment deadline.

COMMISSION DECISION

Does the Commission wish to issue a Notice of Application and Notice of Modified Procedure and set a May 13, 2020, comment deadline and a May 20, 2020, reply comment deadline?



John R. Hammond Jr.
Deputy Attorney General

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