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DONOVAN E. WALKER Lead Counsel dwalker@idahopower.com UTILITIES COMMISSION

August 26, 2021

VIA ELECTRONIC MAIL

Jan Noriyuki, Secretary Idaho Public Utilities Commission 11331 West Chinden Blvd., Building 8 Suite 201-A Boise, Idaho 83714

Re:

Case No. IPC-E-21-29

Riverside Investments I, LLC – Mora Drop Hydro Project

Idaho Power Company's Application re the Third Amendment to the

Energy Sales Agreement

Dear Ms. Noriyuki:

Attached for electronic filing is Idaho Power Company's Application for Approval of the Third Amendment to Energy Sales Agreement in the above entitled matter. If you have any questions about the attached documents, please do not hesitate to contact me.

Very truly yours,

Donovan E. Walker

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DEW:cld Enclosures DONOVAN E. WALKER (ISB No. 5921) Idaho Power Company 1221 West Idaho Street (83702) P.O. Box 70

Boise, Idaho 83707

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Attorney for Idaho Power Company

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

)	
)	CASE NO. IPC-E-21-29
)	
)	APPLICATION FOR APPROVAL
)	OF THE THIRD AMENDMENT
)	TO ENERGY SALES
)	AGREEMENT
)	
)	
)

Idaho Power Company ("Idaho Power"), in accordance with RP 52 and the applicable provisions of the Public Utility Regulatory Policies Act of 1978 ("PURPA"), hereby respectfully applies to the Idaho Public Utilities Commission ("Commission") for an order accepting or rejecting the Third Amendment ("Amendment") to the Energy Sales Agreement ("ESA") between Idaho Power and Riverside Investments I LLC, ("Seller") under which Seller sells and Idaho Power purchases electric energy generated by the Mora Drop Hydro, project ("Facility") which is a PURPA Qualifying Facility.

In support of this Application, Idaho Power represents as follows:

I. INTRODUCTION AND BACKGROUND

- 1. Idaho Power and the Seller (jointly, "Parties") entered into an ESA on April 13, 2006, for the purchase and sale of energy produced by the Facility. This ESA was approved by the Commission in Case No. IPC-E-06-13, Order No. 30088, on June 30, 2006. The Parties entered into an Amendment to the ESA on August 29, 2014, to amend the definition of Mid-Columbia market Energy Cost. The Parties entered into a Second Amendment to the ESA on June 22, 2016, to amend Article 6.2.3 of the Agreement to include a change to the notification of Net Energy Amount ("NEA") monthly adjustments from three-month advanced notice to one-month advance notice. The Parties have now entered into this Third Amendment to the ESA to provide for notice of NEA monthly adjustments, by the 25th of each month.
- 2. Section 6.2.3 of the ESA provides the Seller with the option to adjust the monthly estimated NEA within a specified time period. After the execution and approval of the ESA, the Seller requested a change to the time period for making the NEA adjustments. The Seller would like to change the NEA adjustment time period in Section 6.2.3 so that they can make adjustments by the 25th day of the preceding month in which a change is requested, similar to other such 25th day of the month provisions previously approved by the Commission.

II. THE AMENDMENT

- 3. The Amendment provides for the deletion of Section 6.2.3, Seller's Adjustment of Estimated Net Energy Amounts After the Operation Date, and replaces it with a new Section 6.2.3 set forth in the Amendment as follows:
 - 6.2.2 <u>Seller's Adjustment of Estimated Net Energy Amounts</u> <u>After the Operation Date</u> – After the Operation Date, the Seller

may revise any future monthly Estimated Net Energy Amounts by providing written notice no later than 5 PM Mountain Standard time on the 25th day of the month that is prior to the month to be revised. If the 25th day of the month falls on a weekend or holiday, then written notice must be received on the last business day prior to the 25th day of the month. For example, if the Seller would like to revise the Estimated Net Energy Amount for October, they would need to submit a revised schedule no later than September 25th or the last business day prior to September 25th.

- a.) This revision must be submitted using the electronic portal provided by Idaho Power if available. If the electronic portal is not available, then written notice must be provided to Idaho Power by electronic notice (electronic mail) as agreed by both parties.
- b.) If the Seller does not update the electronic portal or provide written notice of changes to the Estimated Net Energy Amounts, then it will be deemed to be an election of no change from the most recently provided monthly Estimated Net Energy Amounts. Except as otherwise provided in this Agreement, Idaho Power is unable to accept any requested changes to the Estimated Net Energy Amounts if the date and time that Idaho Power receives the requested change is after the deadline.
- 4. The Amendment does not otherwise change any of the obligations of the Parties set forth in the ESA. A copy of the Amendment is attached to this Application as Attachment 1 and is subject to the Commission's approval.

III. PROCEDURE

5. Idaho Power believes that a hearing is not necessary to consider the issues presented herein and respectfully requests that this Application be processed under Modified Procedure; i.e., by written submissions rather than by hearing. RP 201, et seq.

IV. COMMUNICATIONS AND SERVICE OF PLEADINGS

6. Communications and service of pleadings, exhibits, orders, and other documents relating to this proceeding should be sent to the following:

Donovan E. Walker
Lead Counsel
Idaho Power Company
1221 West Idaho Street (83702)
P.O. Box 70
Boise, Idaho 83707
dwalker@idahopower.com
dockets@idahopower.com

Energy Contracts
Idaho Power Company
1221 West Idaho Street (83702)
P.O. Box 70
Boise, Idaho 83707
energycontracts@idahopower.com

V. REQUEST FOR RELIEF

7. Idaho Power respectfully requests that the Commission issue an order: (1) authorizing that this matter may be processed by Modified Procedure and (2) accepting or rejecting the Amendment between Idaho Power and the Seller.

Respectfully submitted this 26th day of August 2021.

DONOVAN E. WALKER

Attorney for Idaho Power Company

Dunnar E. Welker

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on the 26th day of August 2021, I served a true and correct copy of the within and foregoing APPLICATION FOR APPROVAL OF THE THIRD AMENDMENT TO ENERGY SALES AGREEMENT upon the following named parties by the method indicated below, and addressed to the following:

Terry Daugherty
Riverside Investments I, LLC

Riverside Hydro I, LLC

P.O. Box 328

Adrian, OR 97901

Hand Delivered

U.S. Mail

Overnight Mail

FAX

X Email – terry@rsicorp.net

Christy Davenport, Legal Assistant

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION CASE NO. IPC-E-21-29

IDAHO POWER COMPANY

ATTACHMENT 1

THIRD AMENDMENT TO THE FIRM ENERGY SALES AGREEMENT BETWEEN IDAHO POWER COMPANY AND RIVERSIDE HYDRO I, LLC

This Third Amendment of the Firm Energy Sales Agreement ("Third Amendment") is entered into on this 11th day of August 2021, by and between Idaho Power Company, an Idaho corporation ("Idaho Power"), and Riverside Hydro I, LLC, an Idaho limited liability company ("Riverside" or "Seller") (individually a "Party" and collectively the "Parties").

WHEREAS, Idaho Power entered into the Firm Energy Sales Agreement on April 13, 2006, (the "FESA") for the purchase and sale of generation produced by the Mora Drop Hydro PURPA Qualifying Facility with a Maximum Capacity Amount of 1900 kW that was approved by the Idaho Public Utilities Commission's ("IPUC") in Order No. 30088 issued on June 30, 2006; and

WHEREAS, Idaho Power entered into a First Amendment to the FESA on August 29, 2014 with (Riverside Hydro I, LLC) to amend the definition of Mid-Columbia Market Energy Cost; and

WHEREAS, Idaho Power entered into a Second Amendment to the FESA on June 22, 2016, with (Riverside Hydro I, LLC) to amend Article 6.2.3 of the Agreement to include a change to the notification of Net Energy Amount monthly adjustments from three-month advanced notice to one-month advance notice; and

WHEREAS, Seller and Idaho Power desire to amend Article 6.2.3 of the Agreement to include a change to the notification of Net Energy Amount monthly adjustments from one-month advanced notice to the 25th day of the month that is prior to the month to be revised. If the 25th day of the month falls on a weekend or holiday, then written notice must be received on the last business day prior to the 25th day of the month;

NOW, THEREFORE, in consideration of the foregoing, and for other good and valuable consideration, the receipt and adequacy of which are hereby acknowledged, and intending to be legally bound, the Parties hereto agree as follows:

- 1. **Incorporation of Recitals.** The above-stated recitals are incorporated into and made a part of this Agreement, as amended, by this reference to the same extent as if these recitals were set forth in full at this point.
- 2. **Definitions.** Article 6.2.3 shall be deleted in its entirety and the following section shall be substituted in its stead:
- 6.2.3 <u>Seller's Adjustment of Estimated Net Energy Amounts After the Operation Date</u> After the Operation Date, the Seller may revise any future monthly Estimated Net Energy Amounts by providing written notice no later than 5 PM Mountain Standard time on the 25th day of the month that is prior to the month to be revised. If the 25th day of the month

Firm Energy Sales Agreement

Project: 21615200 Mora Drop Hydro Project

Third Amendment - Page 1 of 3

falls on a weekend or holiday, then written notice must be received on the last business day prior to the 25th day of the month. For example, if the Seller would like to revise the Estimated Net Energy Amount for October, they would need to submit a revised schedule no later than September 25th or the last business day prior to September 25th.

- a.) This revision must be submitted using the electronic portal provided by Idaho Power if available. If the electronic portal is not available, then written notice must be provided to Idaho Power by electronic notice (electronic mail) as agreed by both Parties.
- b.) If the Seller does not update the electronic portal or provide written notice of changes to the Estimated Net Energy Amounts, then it will be deemed to be an election of no change from the most recently provided monthly Estimated Net Energy Amounts. Except as otherwise provided in the Agreement, Idaho Power is unable to accept any requested changes to the Estimated Net Energy Amounts if the date and time that Idaho Power receives the requested change is after the deadline.
- 3. **Commission Approval.** The obligations of the Parties under this First Amendment are subject to the IPUC's approval of this First Amendment and such approval being upheld on appeal, if any, by a court of competent jurisdiction. The Parties will submit this First Amendment to the IPUC and request approval or rejection in its entirety pursuant to RP 274.
- 4. **Effect of Amendment.** Except as expressly amended by this First Amendment, the Agreement shall remain in full force and effect.
- 5. **Capitalized Terms.** All capitalized terms used in this First Amendment and not defined herein shall have the same meaning as used in the Agreement.
- 6. **Scope of Amendment.** This First Amendment shall be binding upon and inure to the benefit of the Parties hereto, and their respective heirs, executors, administrators, successors, and assigns, who are obligated to take any action which may be necessary or proper to carry out the purpose and intent thereof.
- 7. **Authority.** Each Party represents and warrants that (i) it is validly existing and in good standing in the state in which it is organized, (ii) it is the proper party to amend the Agreement, and (iii) it has the requisite authority to execute this First Amendment.
- 8. **Counterparts.** This First Amendment may be executed in any number of counterparts, each of which shall be deemed an original and all of which taken together shall constitute a single instrument.

IN WITNESS WHEREOF, the Parties hereto have caused this Third Amendment to be duly executed as of the date above written.

RIVERSIDE HYDRO I, LLC

Name: Terry Pangaest

Title: Nanaglas Partner

Date: 8/11/21

IDAHO POWER COMPANY

Ву: ___

Name: Krav N. A

Fitle: VP, Power Supply

Date: 8/11/21