



**IDAHO
POWER®**

An IDACORP Company

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

2007 MAY -3 AM 8:12

IDAHO PUBLIC
UTILITIES COMMISSION

PHIL A. OBENCHAIN
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May 2, 2007

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

RE: Case No. IPC-E-01-30
Application for Authority to Implement a Residential and
Small Farm Energy Rate Adjustment Credit

Dear Ms. Jewell:

Attached is Idaho Power Company's calculation of the May BPA Credit. The calculation results in a credit of \$.003348/kWh, which will be applied to the May residential bills beginning with Cycle 1 on May 2, 2007.

The May BPA Credit has been reduced this month to include assisted living customers and to correct for a one time historical assisted living adjustment. The inclusion of assisted living customers was required by BPA and will remain in effect throughout the contract term.

The BPA Credit continues to be reduced by approximately 20 percent to hold back dollars for a potential settlement of the deemer balance that has been carried over from the original 1981 Residential Purchase and Sale Agreement. If a settlement is not reached, the amount held will be promptly passed through to customers.

The Company will continue to notify the Commission Staff at the beginning of each revenue month giving you the opportunity to respond to any customer inquiries that may result. If you have questions, please do not hesitate to call.

Sincerely,



Phil A. Obenchain

PAO:ma
Attachment

c: Beverly Barker, IPUC
Terri Carlock, IPUC
Randy Lobb, IPUC
Ric Gale, IPCO

**IDAHO POWER COMPANY
CALCULATION OF MONETARY BENEFIT MONTHLY PAYMENT AMOUNTS
IDAHO**

BPA EXCHANGE MONTH	IPC REVENUE MONTH	BILL DATE	DEMAND (MVA)	BPA HOURS	ENERGY	PAYMENT AMOUNT	BPA ADJUSTMENTS		CURRENT MONTH BENEFIT	RESIDENTIAL SALES RATIO	TOTAL RESIDENTIAL BENEFIT	BILLING MONTH MVA	RESIDENTIAL CREDIT \$/MVA	IRRIGATION BENEFIT	REVENUE MONTHS	ACTUAL PAYOUT	MONTHLY TRUE-UP CALC. PAYOUT	DIFF.
							LE CHAC TRUE-UP	DFRL ADJUST										
FY-2007:																		
ANNUAL BENEFIT AMOUNT																		
AT CAP OF= \$15.59																		
MONTHLY BENEFIT AMOUNT																		
AT CAP OF= \$15.59																		
1	Oct-06	Nov-06	10/31/06	215	745	160,175	\$2,446,851	\$0	\$2,446,851	72.42%	\$2,098,501	359,512,000	\$0.005117	\$348,350	Nov-06	\$1,558,111	\$1,502,330	(\$55,781)
2	Nov-06	Dec-06	11/30/06	215	720	154,800	\$2,446,851	\$0	\$2,446,851	91.06%	\$2,098,501	471,640,000	\$0.005117	\$348,350	Dec-06	\$2,490,572	\$2,367,718	(\$122,854)
3	Dec-06	Jan-07	1/31/07	215	744	159,960	\$2,446,851	\$0	\$2,446,851	99.35%	\$2,098,501	564,977,000	\$0.005117	\$348,350	Jan-07	\$2,263,834	\$2,199,455	(\$64,379)
4	Jan-07	Feb-07	2/1/07	215	744	159,960	\$2,446,851	\$0	\$2,446,851	99.82%	\$2,098,501	621,054,000	\$0.005117	\$348,350	Feb-07	\$1,496,003	\$1,513,653	\$17,650
5	Feb-07	Mar-07	3/2/07	215	672	144,480	\$2,446,851	\$0	\$2,446,851	98.81%	\$2,098,501	462,268,000	\$0.005117	\$348,350	Mar-07	\$1,710,350	\$1,857,743	\$147,393
6	Mar-07	Apr-07	4/3/07	215	744	159,960	\$2,446,851	\$0	\$2,446,851	99.78%	\$2,098,501	366,268,000	\$0.005117	\$348,350	Apr-07	\$0	\$1,671,767	\$0
7	Apr-07	May-07	5/2/07	215	719	154,595	\$2,446,851	\$0	\$2,446,851	99.52%	\$2,098,501	326,762,000	\$0.005117	\$348,350	May-07	\$0	\$1,083,917	\$0
8	May-07	Jun-07	6/1/07	215	744	159,960	\$2,446,851	\$0	\$2,446,851	89.67%	\$2,098,501	323,751,153	\$0.005062	\$348,350	Jun-07	\$0	\$301,335	\$0
9	Jun-07	Jul-07	7/2/07	215	720	154,800	\$2,446,851	\$0	\$2,446,851	70.48%	\$2,098,501	374,966,736	\$0.005062	\$348,350	Jul-07	\$0	(\$349,004)	\$0
10	Jul-07	Aug-07	8/1/07	215	744	159,960	\$2,446,851	\$0	\$2,446,851	67.99%	\$2,098,501	428,460,707	\$0.005062	\$348,350	Aug-07	\$0	(\$398,795)	\$0
11	Aug-07	Sep-07	8/30/07	215	744	159,960	\$2,446,851	\$0	\$2,446,851	70.62%	\$2,098,501	385,873,788	\$0.005062	\$348,350	Sep-07	\$0	(\$359,156)	\$0
12	Sep-07	Oct-07	10/1/07	215	720	154,800	\$2,446,851	\$0	\$2,446,851	68.84%	\$2,098,501	327,359,782	\$0.005062	\$348,350	Oct-07	\$0	(\$304,694)	\$0
Base FY-2007 Monthly Payment Amount=											\$4,180,199							

BASED ON
FY-06

(\$384,508)	410,139,417	\$0.004179
(\$39,527)	410,139,417	\$0.005020
(\$55,781)	410,139,417	\$0.004881
(\$122,854)	410,139,417	\$0.004817
(\$64,379)	410,139,417	\$0.004960
\$17,650	410,139,417	\$0.005160
\$147,393	414,567,440	\$0.005472

One Time Historical
Assisted Living Adjustment
\$494,819 \$0.001184 \$0.004279

FY-07 Monthly True-up Adjustment =
Nov-06 10/31/06
Dec-06 11/30/06
Jan-07 1/31/07
Feb-07 2/1/07
Mar-07 3/2/07
Apr-07 4/3/07
May-07 5/2/07

**IDAHO POWER COMPANY
CALCULATION OF MONETARY BENEFIT MONTHLY PAYMENT AMOUNTS
IDAHO**

BPA EXCHANGE MONTH	IPC REVENUE MONTH	BPA DEMAND MONTH	BPA MONTH HOURS	MONTHLY ENERGY	MONTHLY PAYMENT AMOUNT	BPA ADJUSTMENTS	CURRENT MONTH BENEFIT	CURRENT MONTH BENEFIT	REDUCTION FOR DEEMER SETTLEMENT	RESIDENTIAL SALES RATIO	ADJUSTED BENEFIT	BILLING MONTH kWh	RESIDENTIAL CREDIT \$/kWh	IRRIGATION BENEFIT	
1	Oct-06	Nov-06	10/31/06	215	745	160,175	\$2,446,851	\$2,446,851							
2	Nov-06	Dec-06	11/30/06	215	720	154,800	\$2,446,851	\$2,446,851		65.76%	(\$617,361)	\$0.000000	\$0.004179	(\$102,485)	
3	Dec-06	Jan-07	1/31/07	215	744	159,960	\$2,446,851	\$2,446,851	(\$719,866)	65.76%	(\$617,361)	\$0.000000	\$0.005020	(\$102,485)	
4	Jan-07	Feb-07	2/1/07	215	744	159,960	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.001505	\$0.003475	(\$64,053)	
5	Feb-07	Mar-07	3/1/07	215	672	144,480	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.001505	\$0.003475	(\$64,053)	
6	Mar-07	Apr-07	4/30/07	215	744	159,960	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.000941	\$0.004019	(\$64,053)	
7	Apr-07	May-07	5/2/07	215	719	154,585	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.000941	\$0.004019	(\$64,053)	
8	May-07	Jun-07	6/1/07	215	744	159,960	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.000941	\$0.004019	(\$64,053)	
9	Jun-07	Jul-07	7/2/07	215	720	154,800	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.000941	\$0.004019	(\$64,053)	
10	Jul-07	Aug-07	8/1/07	215	744	159,960	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.000941	\$0.004019	(\$64,053)	
11	Aug-07	Sep-07	8/30/07	215	744	159,960	\$2,446,851	\$2,446,851	(\$449,916)	65.76%	(\$365,863)	\$0.000941	\$0.004019	(\$64,053)	
12	Sep-07	Oct-07	10/1/07	215	720	154,800	\$2,446,851	\$2,446,851	(\$5,038,063)	65.76%	(\$4,321,668)	4,119,073,455	(\$0.001049)	(\$717,395)	

DEEMER SETTLEMENT ADJUSTMENT FY-2007:

Adjustment for Inclusion of Assisted Living Facilities
One time 3 year adjustment paid to assisted living residents in May = \$494,819

Original Credit	Corrected Credit	Correction of Prior Month Calc.
\$0.004173	\$0.004179	\$0.000005
\$0.005915	\$0.005020	(\$0.000895)
\$0.003893	\$0.003475	(\$0.000418)
	\$0.003312	(\$0.000581)
	\$0.004019	\$0.000419
	\$0.004219	\$0.000219
	\$0.003348	

Residential Assisted	Living Monthly	Total Monthly	Level Monthly
359,512,000	4,115,782	363,627,782	414,567,440
471,640,000	4,958,494	476,598,494	414,567,440
564,977,000	5,718,466	570,695,466	414,567,440
521,051,000	5,116,144	526,167,144	414,567,440
462,268,000	3,882,618	466,148,618	414,567,440
396,268,000	4,178,050	400,446,050	414,567,440
326,762,000	3,951,556	330,713,556	414,567,440
319,270,000	4,481,153	323,751,153	414,567,440
370,312,000	4,854,736	375,166,736	414,567,440
424,320,000	4,140,707	428,460,707	414,567,440
382,051,000	3,822,768	385,873,768	414,567,440
323,244,000	4,115,782	327,359,782	414,567,440
4,921,673,000	53,136,275	4,974,809,275	4,974,809,275

MP = (FBPF - RL) * MB * HRS(8760 OR 8784) / 12MOS.

WHERE:

MP = Monthly Payment Amount, expressed in dollars, for each month of such Contract Year.
 FBPF = Forward Flat-Block Price Forecast, expressed in \$/MWh, for such Contract Year.
 RL = The hourly weighted annual average RL Rate calculated at 100 percent annual load factor, expressed in \$/MWh, for such Contract Year.

MB = Monetary Benefit amount, expressed in annual aMW.

SUBJECT TO:

MBC = Monetary Benefit Cap, means the maximum amount, expressed in \$/MWh, by which the FBPF may exceed the RL.
 MBF = Monetary Benefit Floor, means the minimum amount, expressed in \$/MWh, by which the FBPF may exceed the RL.
 FBPF = \$58.460 MBC = \$15.590
 MBF = \$25.875 MB = \$5.200
 MB = 215