



Idaho Public Utilities Commission

P.O. Box 83720, Boise, ID 83720-0074

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2014 OCT 28 PM 3:53
C.L. Butch Otter, Governor
Paul Kjellander, Commissioner
Mack A. Redford, Commissioner
Marsha H. Smith, Commissioner
IDAHO PUBLIC UTILITIES COMMISSION

MEMORANDUM

**TO: PARTIES OF RECORD
COMMISSION SECRETARY**

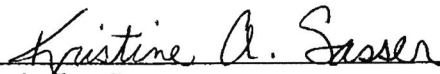
FROM: KRISTINE A. SASSER

DATE: OCTOBER 28, 2014

SUBJECT: DIRECT TESTIMONY OF RICK STERLING

In the Direct Testimony of Rick Sterling dated October 23, 2014, page 16 has been revised. Please replace the page in your copy of the testimony with the correct page enclosed.

Thank you for your consideration in this matter.



Kristine A. Sasser
Deputy Attorney General

Ipce14.18 parties letter

1 integration charges. The only difference would be in the
2 numbers themselves.

3 Q. Do you believe it is important to implement a
4 solar integration charge as soon as possible, or should
5 the Commission wait until there are actual solar
6 generation facilities on Idaho Power's system?

7 A. I believe solar integration charges should be
8 implemented as soon as possible, before there are many
9 solar facilities operating. Idaho Power has recently
10 signed six PURPA contracts for 60 MW in Oregon. There are
11 currently two proposed large solar PURPA contracts in
12 Idaho pending before the Commission that contain negotiated
13 provisions for integration charges. One contract is for
14 an 80 MW facility and the other is for a 40 MW facility.
15 In addition, Idaho Power is currently seeking approval of
16 11 PURPA solar contracts comprising 281 MW of capacity,
17 each of which contain integration charges negotiated
18 pursuant to the Commission's directive in Order No. 33043.
19 The negotiated rates are similar to those in the proposed
20 Schedule 87. The longer we wait before imposing
21 integration costs on intermittent generators, the more
22 integration cost will be borne by ratepayers.

23 Q. What is your recommendation in this case?

24 A. I recommend that the Commission issue an order
25 adopting solar integration charges as proposed by Idaho