

December 21, 2005

VIA ELECTRONIC MAIL AND US MAIL

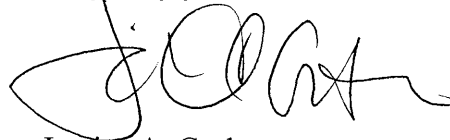
Filing Center
Oregon Public Utility Commission
550 Capitol Street NE #215
PO Box 2148
Salem, OR 97308-2148

Re: UM 1205 – Idaho Power’s Initial Report of Proceeds from Sulfur Dioxide Allowance Sales

Dear Sir or Madam:

Enclosed for filing in the above-named docket is Idaho Power’s Initial Report of Proceeds from Sulfur Dioxide Allowance Sales. Please contact this office with any questions.

Very truly yours,



Jessica A. Gorham

Enclosures

cc: UM 1205 Service List

**CERTIFICATE OF SERVICE
UM 1205**

I hereby certify that a true and correct copy of **IDAHO POWER'S INITIAL REPORT OF PROCEEDS FROM SULFUR DIOXIDE ALLOWANCE SALES** was served via U.S. Mail on the following parties on December 21, 2005:

Joanne Butler
Idaho Power Company
PO Box 70
Boise ID 83707

Ric Gale
Idaho Power Company
PO Box 70
Boise ID 83707

Bart Kline
Idaho Power Company
PO Box 70
Boise ID 83707

ATER WYNNE, LLP



Jessica A. Gorham

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON
UM 1205**

In the Matter of

IDAHO POWER COMPANY

Requests Blanket Authority to Sell Surplus
Sulfur Dioxide Emission Allowances

INITIAL REPORT OF PROCEEDS FROM
SULFUR DIOXIDE ALLOWANCE SALES

As provided in Order No. 05-983 issued in Docket UM 1205, Idaho Power Company (“Idaho Power” or “Company”) hereby files its initial report of the receipt of proceeds from the sale of SO₂ emission allowances.

I. PROCEEDS

The Company has received the proceeds from the sale of 60,000 SO₂ emission allowances. The total net proceeds were \$57,055,000. Net proceeds are total amounts received for the emission allowances less broker’s fees of \$20,000.

II. ACCOUNTING

The accounting entries the Company used to record the initial sales, as approved in Order No. 05-983, are as follows:

1) Emission Allowances and Reserve

To record the sale of emission allowances and establishing a reserve for the Idaho (94.1%) and Oregon (4.8%) portion in A/C 254 with the FERC portion (1.1%) recognized immediately in A/C 411.8.

143 Other Accounts Receivable 699 X00001 999 143900	\$XXX.XX
254 Other Regulatory Liabilities 699 X00001 999 254409	\$XXX.XX
411.8 Gains for Disposition of Allowances 699 X00001 999 411.804	\$XXX.XX

1 As ordered by the Commission in Order No. 05-983, the Commission will determine the
2 ratemaking treatment of the sale proceeds in a ratemaking proceeding.

3 DATED this 21st day of December, 2005.

4 ATER WYNNE, LLP

5
6 /s/ Lisa F. Rackner

7 Lisa F. Rackner
8 Amie Jamieson
9 Ater Wynne, LLP
10 222 SW Columbia, Suite 1800
11 Portland, OR 97201
12 Telephone: (503) 226-8693
13 FAX: (503) 226-0079
14 E-mail: lfr@aterwynne.com
15 E-mail: alj@aterwynne.com

16 IDAHO POWER COMPANY

17 Barton L. Kline – Attorney
18 Idaho Power Company
19 P.O. Box 70
20 Boise, ID 83707-0070
21 Telephone: (208) 388-2682
22 FAX: (208) 388-6936
23 E-mail: bkline@idahopower.com
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