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July 27, 2018

VIA ELECTRONIC FILING

Attention: Filing Center
Public Utility Commission of Oregon
201 High Street SE, Suite 100
P.O. Box 1088
Salem, Oregon 97301

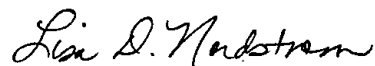
Re: **Docket No. UP 359** – Request for Approval of an Asset Sale to the City of Meridian, Idaho – Idaho Power Company's Final Journal Entries

Filing Center:

Pursuant to Order No. 18-036, attached for filing in Docket No. UP 359 are Idaho Power Company's final journal entries recording the sale of distribution assets subject to a Facilities Charge to the City of Meridian, Idaho. The final bill of sale was executed on May 23, 2018.

If you have any questions regarding this filing, please contact Regulatory Analyst Mark Annis at (208) 388-5208 or mannis@idahopower.com.

Very truly yours,



Lisa D. Nordstrom

LDN:csb
Attachment

**IDAHO POWER COMPANY
FINAL JOURNAL ENTRIES**

- a. Removing the Original Cost of the Assets from Idaho Power's Accounting Records.
- Debit 108 – Accumulated Provision for Depreciation \$ 461,240
 - Credit 101 – Electric Plant in Service \$ 461,240
- b. Recording the Gain on the Sale.
- Debit 131 – Cash \$ 652,854
 - Credit 421 – Miscellaneous Non-Operating Income \$ 224,081
(near-term rate of return impact of \$63,319, near-term operational impact of \$83,016, net gross-up for tax of \$77,266, plus work order closing costs of \$480)
 - Credit 108 – Accumulated Provision for Depreciation \$ 428,773
(remaining net book value of \$338,287 plus true-up of past levelized rate of return of \$90,486)
- c. Recording the Impact of the Asset Sale on Idaho Power's Income Taxes.
- Debit 409 – Income Taxes \$ 77,266
 - Credit 236 – Taxes Accrued \$ 77,266
 - Debit 282 – Accumulated Deferred Income Taxes \$ 30,933
 - Credit 410 – Provision for Deferred Income Taxes \$ 30,933
- d. Recording the Sectionalizer Payment.
- Debit 131 – Cash \$ 15,951
 - Credit 108 – Accumulated Provision for Depreciation \$ 14,229
(Remaining book value of \$9,321 plus true-up of past levelized rate of return of \$4,908)
 - Credit 421 – Miscellaneous Non-Operating Income \$ 1,722
(Net gross-up for tax of \$1,722)
- e. Recording the Impact of the Sectionalizer Payment on Idaho Power's Income Taxes.
- Debit 409 – Income Taxes \$ 1,722
 - Credit 236 – Taxes Accrued \$ 1,722