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January 22, 2018

VIA ELECTRONIC FILING

Attention: Filing Center
Public Utility Commission of Oregon
201 High Street SE, Suite 100
P.O. Box 1088
Salem, Oregon 97308-1088

Re: Docket No. UP 359
Transfer and Sale of Certain Assets to the City of Meridian – Updated Asset
Purchase Price Information

Attention Filing Center:

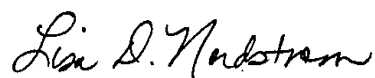
On December 6, 2017, Idaho Power Company (“Idaho Power” or “Company”) filed an application with the Public Utility Commission of Oregon (“Commission”) for an order approving the transfer and sale of certain assets located in Ada County, Idaho, to the City of Meridian. The Company makes this supplemental filing to provide the Commission an updated purchase price, found in Section 3 of the Asset Purchase and Transfer of Title Agreement (included as Exhibit I to Idaho Power’s Application) (“Agreement”).

As described on page 9 of the Company’s Application, the purchase price is subject to change depending on the actual closing date of the sale. The total transaction amount of \$761,693 presented in the Company’s Application was based on the sale closing in 2017. Because the sale is now expected to close in 2018, Idaho Power updated various elements of the purchase price calculation including those elements impacted by federal corporate income tax rate changes effective January 1, 2018. As a result, the updated purchase price is \$668,805. The updated purchase price results primarily from the change in tax rates, but also reflects an additional year of depreciation in the net book value of the assets, an additional year of the true-up of the past levelized rate of return, as well as other updates reflected below. The following table summarizes the proposed updates, which are subject to acceptance by the City of Meridian:

Description	Revised Amount	Original Amount	Net Change
Purchase Price Components			
Net book value	\$ 338,287	\$ 353,091	\$ (14,804)
True up of past levelized rate of return	90,486	81,280	9,206
Near-term rate of return impact resulting from the sale of assets	63,319	63,903	(584)
Near-term operational impact resulting from sale of assets	83,016	83,783	(767)
Total Purchase Price - before tax	575,108	582,057	(6,949)
Net gross-up for tax	77,266	161,432	(84,166)
Total Purchase Price - after tax	652,374	743,489	(91,115)
Work order closing costs	480	480	-
Total Purchase Price	652,854	743,969	(91,115)
Sectionalizer Components			
Sectionalizer book value	9,321	9,882	(561)
Sectionalizer true-up past levelized rate of return	4,908	4,776	132
Total Price - before tax	14,229	14,658	(429)
Net gross-up for tax	1,722	3,066	(1,344)
Sectionalizer Total	15,951	17,724	(1,773)
Total Amount Due	\$ 668,805	\$ 761,693	\$ (92,888)

As noted on page 9 of the Company's Application and Section 3 of the Agreement, this updated purchase price is subject to change if Idaho Power replaces any of the assets prior to the closing of the transaction.

Very truly yours,



Lisa D. Nordstrom

LDN:kkt