

CELESTE SCHWENDIMAN
Sr. Pricing & Regulatory Analyst

(208) 388-6447
FAX (208) 388-6448
cschwendiman@idahopower.com

March 31, 2005

Public Utility Commission of Oregon
Attn: Filing Center
550 Capital Street, NE
Suite 215
P.O. Box 2148
Salem, OR 97308-2148

RE: Update of Asset Retirement Obligation (SFAS 143)

Dear Filing Center:

In Order No. 04 585, the Commission directed the Company to record regulatory assets or liabilities associated with implementation of Statement of Financial Accounting Standards (SFAS) 143.

In accordance with Order No. 04 585, please find enclosed for filing, three copies of the 2004 SFAS 143 journal entry report.

This filing has previously been e-mailed to the OPUC Filing Center.

Best Regards,

/s/

Celeste Schwendiman

Attachments

cc: Ric Gale

Idaho Power Company

FAS 143 Accounting

Year Ended December 31, 2004

Recorded journal entries

	FERC Account	Dr.	Cr.
<i>December 31, 2003 balances</i>			
ARO Assets	101	2,060,293	
Accumulated depreciation - ARO assets	108		1,376,159
Accumulated depreciation - removal costs	108	142,594,975	
Regulatory assets	182.3	6,455,677	
ARO Liabilities	230		7,139,811
Regulatory liabilities	254		142,594,975
 <i>Calendar year 2004 Accretion, Depreciation and Removal Cost Entries</i>			
1	Regulatory asset (accretion expense)	182.3	420,574
	ARO liabilities	230	420,574
	To record accretion expense on the asset retirement obligations		
2	Regulatory asset (depreciation expense)	182.3	63,614
	Accumulated depreciation - ARO assets	108	63,614
	To record depreciation on the ARO assets		
3	Accumulated depreciation	108	5,104,848
	Regulatory liabilities	254	5,104,848
	To record adjustments to the ARO regulatory liability for the difference between regulatory-approved removal costs and the FAS 143 accruals.		
 <i>Calendar year 2004 changes in estimates</i>			
4	ARO Assets	101	714,827
	Accumulated depreciation - ARO assets	108	420,051
	Regulatory asset	182.3	1,432,628
	ARO Liabilities	230	1,727,404
	To record revision of estimated ARO at Bridger plant landfill, based on new study completed in 2004		
 <i>December 31, 2004 balances</i>			
ARO Assets	101	2,775,120	
Accumulated depreciation - ARO assets	108		1,859,824
Accumulated depreciation - removal costs	108	147,699,823	
Regulatory assets	182.3	8,372,493	
ARO Liabilities	230		9,287,789
Regulatory liabilities	254		147,699,823