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May 11, 2016

**ELECTRONICALLY FILED**

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

RE: UM 1167 – In the Matter of Idaho Power Company's Application for an  
Accounting Order Regarding the Treatment of Certain Asset Retirement Obligations

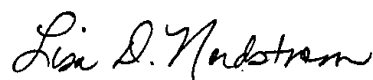
Attention Filing Center:

On October 7, 2004, the Public Utility Commission of Oregon ("Commission") issued Order No. 04-585 approving Idaho Power Company's ("Company" or "Idaho Power") implementation of a new accounting methodology regarding the treatment of certain asset requirement obligations ("ARO's") under Statement of Financial Accounting Standards 143 (now codified as Accounting Standards Codification ("ASC") 410). In addition, the Commission ordered the Company to provide Staff with all journal entries made under the requirements of ASC 410 and any journal entries that true-up the ASC adjustments to historical regulatory accounting in order to remove rate impacts of the accounting treatment. The Commission ordered the entries filed at any time Idaho Power files a rate change, including general rate filings and Power Cost Adjustment filings.

On September 26, 2011, Idaho Power filed an application requesting authorization to increase its rates for the early closure of the Boardman power plant. On June 26, 2012, Order No. 12-235 was issued authorizing the Company to begin recovery of incremental costs related to the early closure of Boardman and established the Boardman balancing account which tracks the difference between costs and revenues, including Boardman-related ARO balances. In addition, Order No. 12-235 exempted Boardman-related ARO balances from the deferral treatment required under Order No. 04-585.

Pursuant to Order No. 04-585, attached please find all journal entries made under the requirements of ASC 410. If you have any questions regarding this filing, please contact Senior Regulatory Analyst Courtney Waites at (208) 388-5612 or [cwaites@idahopower.com](mailto:cwaites@idahopower.com).

Sincerely,



Lisa D. Nordstrom

LDN/kkt  
Enclosure

**Idaho Power Company**  
Accounting Standards Codification 410 (previously FAS 143) Accounting  
Year Ended December 31, 2015

Recorded journal entries

		FERC Account	Dr.	Cr.
<i>December 31, 2014 balances</i>				
	ARO Assets	101	6,905,830	-
	Accumulated depreciation - ARO assets	108	-	4,498,953
	Accumulated depreciation - removal costs	108	180,062,699	-
	Regulatory assets	182.3	17,308,849	-
	ARO Liabilities	230	-	21,930,049
	Regulatory liabilities	254	-	180,062,699
	Accretion expense (Boardman only), cumulative	411	815,208	-
	Depreciation expense (Boardman only), cumulative	403	1,399,116	-
<i>Calendar year 2015 Accretion, Depreciation, Regulatory Asset Amortization, and Removal Cost Entries</i>				
1	Regulatory asset (accretion expense)	182.3	783,858	
	Accretion expense (Boardman only)	411	208,712	
	ARO liabilities	230		992,570
	<i>To record accretion expense on the asset retirement obligations.</i>			
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2	Regulatory asset (depreciation expense)	182.3	587,534	
	Depreciation expense (Boardman only)	403	526,485	
	Accumulated depreciation - ARO assets	108		1,114,019
	<i>To record depreciation on the ARO assets.</i>			
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3	Accretion expense (Boardman only)	411	23,337	
	Depreciation expense (Boardman only)	403	22,532	
	Regulatory asset (Boardman amortization)	182.3		45,869
	<i>To record amortization of the Boardman regulatory asset.</i>			
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4	Accumulated depreciation - removal costs	108	3,442,496	
	Regulatory liabilities	254		3,442,496
	<i>To record adjustments to the ARO regulatory liability for the difference between regulatory-approved removal costs and the ASC 410 accruals.</i>			
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<i>Calendar year 2015 changes in estimates</i>				
5	ARO Assets	101	7,283,638	
	Accumulated depreciation - ARO assets	108	195,872	
	Regulatory asset	182.3		2,436,094
	ARO Liabilities	230		5,043,415
	<i>To record revision of estimated AROs at Valmy, Bridger, Boardman, and IPC.</i>			
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<i>Calendar year 2015 retirements</i>				
6	ARO Assets	101		95,215
	Accumulated depreciation - ARO assets	108	69,963	
	Regulatory asset	182.3		1,788,163
	ARO Liabilities	230	1,813,415	
	<i>To primarily record retirements related to a FGD pond at Bridger.</i>			
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<i>December 31, 2015 balances</i>				
	ARO Assets	101	14,094,252	-
	Accumulated depreciation - ARO assets	108	-	5,347,138
	Accumulated depreciation - removal costs	108	183,505,195	-
	Regulatory assets	182.3	14,410,115	-
	ARO Liabilities	230	-	26,152,620
	Regulatory liabilities	254	-	183,505,195