

CONNIE ASCHENBRENNER

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VIA ELECTRONIC FILING

PUC.FilingCenter@state.or.us

Re: Tariff Advice No. 23-17

Annual Compliance Filing to Update the Substation Allowance Amount

within Schedule 19, Large Power Service

Attention Filing Center:

Please find attached for electronic filing Idaho Power Company's ("Idaho Power" or "Company") replacement tariff sheet for the Company's proposed Schedule 19, Large Power Service. This filing updates the margin code to show a decrease to the substation allowance, rather than an increase as shown in the previously filed version.

If you have any questions regarding this tariff advice, please contact Regulatory Analyst Ashley Herrera at 208-388-2656 or aherrera@idahopower.com.

Sincerely,

Connie Aschenbrenner

CA:sg Enclosure SCHEDULE 19 LARGE POWER SERVICE (Continued)

SPECIAL ARRANGEMENTS FOR SUBSTATION ALLOWANCES

Definitions

Substation Allowance is the portion of the cost of the Substation Facilities funded by the Company.

<u>Substation Facilities</u> include those facilities and related equipment that transform the voltage of energy from a 44 kilovolt or higher rating to a 34.5 kilovolt or lower rating.

Substation Allowance

If a Schedule 19 Customer's request for service requires the installation of new or upgraded transformer capacity in Substation Facilities, the following considerations will be included in the separate agreement between the Customer and the Company:

The Customer will initially pay for the cost of new or upgraded Substation Facilities required because of the customer's request. The Customer will be eligible to receive a Substation Allowance based upon subsequent sustained usage of capacity by the Customer.

- a. Substation Allowance: The maximum possible allowance will be determined by multiplying the customer's actual increase in load by \$71,006 per MW, but will not exceed the actual cost of the Substation Facilities funded by the Customer.
- b. Substation Allowance Refunds: The Substation Allowance will be refunded to the Customer over a five-year period, with annual payments based on the Customer's Basic Load Capacity at the time of refund. The first refund will be paid one year following the first month energy is delivered through the new Substation Facilities, and will equal the per MW Substation Allowance times the new or added load as measured in MW, with the product divided by five.

The Substation Allowance for the subsequent years will equal the Substation Allowance from the previous year if there is no change in load from the previous year. If there is a change in load from the previous year, the refund will be based on the following adjustment, which will be added to or subtracted from the Substation Allowance received in the previous year:

(Change in load from the previous year as measured in MW) x (Substation Allowance per MW)

Number of Substation Allowance Refunds remaining in five-year period

The Customer's annual refunds will be made in accordance with the Substation Allowance amount stated in the separate construction agreement between the Customer and the Company. The Company may, at its sole discretion, provide the full Substation Allowance as an upfront lump sum to the Customer.

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