

**IDAHO STATE BOARD OF EQUALIZATION
OPEN MEETING
MINUTES OF MEETING HELD AUGUST 13, 2012 PM**

In attendance: Commissioners Tom Katsilometes, David Langhorst, Rich Jackson, and Ken Roberts; Rick Anderson, George Brown, Michael Chakarun, Valerie Dilley, Dwayne Hines, Steve Fiscus, Dwayne Hines, James Powell, Jerott Rudd, Erick Shaner, Phil Skinner, Ted Spangler, Ross Stephenson, Bill von Tagen, Kristy Torres; Katrina Basye, David Crapo, Lisa Hardin, Norm Ross.

Commissioner Katsilometes reconvened the State Board of Equalization for 2012 (Board).

Commissioner Katsilometes noted the request from the legal counsel for PacifiCorp and Idaho Power to amend the agenda, not to combine the hearings, but to combine the presentations acknowledging where there were differences.

Commissioner Jackson moved to amend the agenda, as recommended by the two companies, to combine the two presentations acknowledging the areas where there may be differences. Commissioner Langhorst seconded. All voted in the affirmative and the agenda was amended.

The hearings for PacifiCorp and Idaho Power were called to order.

David Crapo (Mr. Crapo), the legal counsel for PacifiCorp and Idaho Power, presented the *In the matter of the 2012 Ad Valorem Valuation of PacifiCorp's Operating Property*, provided to the Board prior to the hearing. The issues were presented before the Board regarding the Idaho State Tax Commission (ISTC) 2012 Operating Property appraisal. Mr. Crapo and Norm Ross (Mr. Ross), the representative and tax director for PacifiCorp, submitted to questions from the Board during their testimony.

Mr. Crapo presented the *In the matter of the 2012 Ad Valorem Valuation of Idaho Power Company's Operating Property*, provided to the Board prior to the hearing. The issues were presented before the Board regarding the ISTC 2012 Operating Property appraisal. Mr. Crapo and Katrina Basye (Ms. Basye), the representative for Idaho Power, submitted to questions from the Board during their testimony.

Upon Mr. Crapo's conclusion of the joint presentation, Commissioner Katsilometes asked if the Board for any more questions for Mr. Crapo, Mr. Ross, or Ms. Basye.

The Board recessed for a 5 minute Break.

Erick Shaner, Deputy Attorney General (DAG), presented the case for the ISTC and introduced Jerott Rudd (Mr. Rudd), ISTC Senior Appraiser, the witness for the ISTC. DAG Shaner presented the ISTC's staff case and noted the ISTC reserved the right to appeal the Supreme Court decision, of allowing Idaho Power to have a hearing even though they were late filing their operator's statement, to the District Court. Mr. Rudd testified using the

documentation presentation submitted to the Board prior to the hearing. DAG Shaner and Mr. Rudd addressed issues presented by PacifiCorp and Idaho Power.

Afterwards, Commissioner Katsilometes asked if the Board had any questions for Mr. Rudd or DAG Shaner. Mr. Crapo questioned Mr. Rudd. When Mr. Crapo concluded his questioning of Mr. Rudd, DAG Shaner was allowed to question Mr. Rudd. DAG Shaner concluded his questioning.

Commissioner Katsilometes asked for questions, and after questions from the Board, opened the hearing to closings and rebuttals from both parties. Mr. Crapo addressed the Board and then an opportunity was given to DAG Shaner. Mr. Crapo then had the opportunity for rebuttal and answer questions from the Board.

Commissioner Katsilometes asked if there were any other questions, and there being no further business, the Board recessed until 9:00 a.m., August 15, 2012.

Valerie Dilley
Secretary

Tom Katsilometes
Chairman