

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: INTERSTATE POWER AND LIGHT COMPANY	DOCKET NO. TF-08-160 (199 IAC 15.3)
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ORDER APPROVING TARIFF

(Issued October 29, 2008)

On June 30, 2008, Interstate Power and Light Company (IPL) filed with the Utilities Board (Board) its 2008 Public Utility Regulatory Policies Act of 1978 Report (2008 PURPA Report) pursuant to 199 IAC 15.3. The 2008 PURPA Report showed that IPL's electric avoided costs rates were significantly higher than those in its previous PURPA report. On August 13, 2008, the Board issued an order in Docket No. 199 IAC 15.3 requiring IPL to file revisions to its standard avoided cost tariff rates for small qualifying facilities with a design capacity of 100 kW or less (Small QF Tariff); the revisions to IPL's Small QF Tariff were to be based on IPL's 2008 PURPA Report. IPL filed a motion for clarification or reconsideration on August 25, 2008, and the Board issued an order on September 24, 2008, reaffirming its August 13, 2008, order requiring IPL to file tariff revisions.

On October 3, 2008, IPL filed revisions to its Small QF Tariff, identified as TF-08-160; amendments to the initial tariff sheets were filed on October 22, 2008. Among other things, IPL proposes to increase its standard non-time differentiated

energy rate from the current 3.96 cents per kWh to 6.33 cents per kWh. The tariff offers this rate, along with optional seasonal and time-of-day rates, on a current "as available" basis. Finally, IPL proposes a new rate option for qualifying customers, who may now select fixed levelized rates over a specified contract period (five years). These rates are based on IPL's estimated avoided energy costs for 2009 through 2013 and are also offered on both a non-time differentiated or seasonal and time-of-day basis.

The Board will approve IPL's proposed tariff. The tariff complies with the Board's orders and includes an additional option for customers who want more certainty in their Small QF rate.

IT IS THEREFORE ORDERED:

Tariff filing TF-08-160, as amended on October 22, 2008, is approved, effective November 2, 2008, subject to complaint or investigation.

UTILITIES BOARD

/s/ Krista K. Tanner

ATTEST:

/s/ Judi K. Cooper
Executive Secretary

/s/ Darrell Hanson

Dated at Des Moines, Iowa, this 29th day of October, 2008.