

1 Q. Please state your name, business address and present position with PacifiCorp (the  
2 Company).

3 A. My name is Matthew R. Wright. My business address is 825 NE Multnomah Street,  
4 Suite 2000, Portland, Oregon 97232. My present position is Vice President, Regulation.

5 Q. Have you previously submitted pre-filed direct testimony in this proceeding?

6 A. Yes.

7 **Purpose of Testimony**

8 Q. What is the purpose of your testimony?

9 A. The purpose of my testimony is to explain the reasons for the Company's supplemental  
10 filing and to introduce the company witnesses who are sponsoring supplemental  
11 testimony.

12 Q. What are the reasons for the Company's supplemental filing?

13 A. The primary reason for this filing is to introduce into this proceeding the Results of  
14 Operations Report for the State of Utah for the twelve-month period ended September 30,  
15 2000. This data is intended to update the test period in this case to the twelve-month  
16 period ending September 30, 2000.

17 Q. Is there an agreement among other parties in this proceeding relative to updating the test  
18 period?

19 A. The Company was encouraged by the Division of Public Utilities and the Committee of  
20 Consumer Services to update the test period. As a result, we believe we have their  
21 support for using a twelve-month test period ending September 30, 2000.

22 Q. Is the new test period data normalized?

1 A. The data is normalized to reflect ongoing conditions, as described in the supplemental  
2 testimony of Company witness Douglas Larson. However, only Type I and II  
3 normalization adjustments have been applied in the new test period, meaning that there  
4 has been normalization for unusual items that occurred during the test period and  
5 annualization of changes that occurred during the test period, but no post-period  
6 adjustments have been made.

7 Q. Is the Company revising the amount of the rate increase it is seeking?

8 A. Assuming the 240-day statutory period began with the Company's January 12, 2001  
9 filing, we are holding our requested increase constant at \$142.2 million. In that case, this  
10 supplemental filing simply constitutes additional evidence in support of the increase we  
11 have already requested. However, if the statutory period were to be determined to begin  
12 later than January 12, 2001, the Company's request is the full \$168.6 million justified  
13 with this supplemental filing.

14 Q. What else does the new test year show?

15 A. It shows a continued increase in costs compared to the normalized and adjusted 1999 test  
16 year and that a rate increase of approximately \$168.6 million is justified, demonstrating  
17 that the \$142.2 million increase requested on January 12, 2001 is conservative.

18 Q. When will class cost-of-service and rate spread testimony be filed?

19 A. We plan to file this testimony on March 15, 2001.

20 **Introduction of Witnesses**

21 Q. Please list the other Company witnesses and provide a brief description of their subject  
22 matter.

23 A. The Company witnesses filing supplemental testimony are:

1           **D. Douglas Larson**, Director, Regulatory Policy, will present the Company's  
2 overall revenue requirement based on normalized results of operations for the twelve-  
3 month period ended September 2000. Because of the number of normalizing adjustments  
4 to actual costs, they are divided among four witnesses. Mr. Larson sponsors normalizing  
5 adjustments related to revenue, various operation and maintenance expenses, and various  
6 rate base costs.

7           **Daniel C. Peterson**, Manager, Revenue Requirement, sponsors normalizing  
8 adjustments related to uncollectible account expense, depreciation expense, taxes, cash  
9 working capital, and certain other matters.

10           **J. Ted Weston**, Career Regulatory Consultant, Revenue Requirement, sponsors  
11 adjustments related to various operation and maintenance expenses, incremental coal  
12 discount, Centralia plant and mine, strike-related coal costs, and certain other matters.

13           **Mark T. Widmer**, Principal System Planner, will testify concerning the  
14 Company's normalized net power costs for the twelve-month period ended September 30,  
15 2000. He also sponsors certain normalizing adjustments related to sales for resale.

16 Q.     Does this conclude your testimony?

17 A.     Yes.