



January 23, 2003

Utah Public Service Commission  
Heber M. Wells Building, Fourth Floor  
160 East 300 South  
Salt Lake City, UT 84111

Attn: Julie Orchard,  
Commission Secretary

13-2035-01

RE: Biennial Filing of Electric Integrated Resource Plan

Dear Ms. Orchard:

Enclosed are six copies of PacifiCorp's 2003 Integrated Resource Plan (IRP). Copies of the report and appendices are available electronically and will also be posted on PacifiCorp's web page, at [www.pacificorp.com](http://www.pacificorp.com).

The IRP is submitted to the Utah Public Service Commission in compliance with its Standards and Guidelines for Integrated Resource Planning. The IRP complies with the process and substantive elements of the Commission's rules.

The purpose of PacifiCorp's Integrated Resource Plan (IRP) is to provide a framework and plan for the prudent future actions required to ensure PacifiCorp continues to provide reliable and least-cost electric service to its customers. The final IRP report culminates a year-long collaboration with considerable public involvement from customer interest groups, regulatory staff, regulators and other stakeholders.

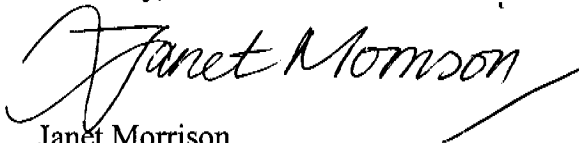
PacifiCorp has made significant improvements to its resource planning organization and methods. These measures have strengthened the alignment of PacifiCorp's business planning, regulatory requirements, resource planning, resource procurement and system operations. A Resource Planning function was created and organized in the Commercial and Trading department to ensure integration with PacifiCorp's resource procurement, trading and risk management functions. New models were developed to ensure the IRP uses a robust analytical framework to simulate the integration of new resource alternatives with PacifiCorp's existing generation and transmission assets, to compare their economic and operational performance. The methodology also accounts for the uncertain future by testing resource alternatives against measurable future risks and possible paradigm shifts in the industry.

The IRP reveals that PacifiCorp has substantial new resource needs. Looking forward, PacifiCorp expects its obligations to provide electricity to its customers will continue to grow, while at the same time its existing resources will diminish significantly. Load growth, load shape growth, asset retirement and contract expirations cause the gap between demand and supply to grow over time. Measures need to be taken to close the gap, and a number of diverse actions are proposed. Not taking action to close this gap would expose PacifiCorp and its customers to unacceptable levels of cost, reliability and market risk.

PacifiCorp is filing this IRP and respectfully requests that the Utah Public Service Commission acknowledge the IRP in accordance with its rules, and fully support the IRP conclusions, including the proposed Action Plan.

Please confirm receipt of this filing by stamping or initialing the duplicate copy of this letter attached and returning the same in the enclosed self-addressed, stamped envelope.

Sincerely,

A handwritten signature in cursive script that reads "Janet Morrison". The signature is written in black ink and is positioned above the printed name and title.

Janet Morrison  
Director, Resource Planning

Enclosure