Daniel E. Solander (11467) Rocky Mountain Power 201 South Main Street, Suite 2300 Salt Lake City, UT 84111

Telephone: (801) 220-4014 Facsimile: (801) 220-3299

Email: Daniel.Solander@PacifiCorp.com

Attorney for Rocky Mountain Power

BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of US

Magnesium LLC, for Determination of
Rates and Conditions for Interruptible
Service From and QF Sales to Rocky
Mountain Power

Docket No. 09-035-20

Application of Rocky Mountain Power for Approval of Amendment

Pursuant to Utah Code Ann. § 54-12-2, PacifiCorp, doing business in Utah as Rocky Mountain Power ("Rocky Mountain Power" or "Company") hereby applies for an order approving an amendment, dated June 19, 2012, to the existing Electric Service Agreement ("Agreement") between PacifiCorp and US Magnesium LLC ("US Mag") dated August 17, 2009. In support of its Application, Rocky Mountain Power states as follows:

1. Rocky Mountain Power is a public utility in the state of Utah and is subject to the jurisdiction of the Public Service Commission of Utah ("Commission") with regard to its rates and service. Rocky Mountain Power also provides retail electric service in the states of Idaho and Wyoming. As a "purchasing utility," as that term is used in Utah Code Ann. §54-12-2, PacifiCorp is obligated to purchase power from qualifying facilities pursuant to the Public Utility Regulatory Policies Act of 1978, Utah Code Ann. §54-12-1,

et seq., and the Commission's orders. Under the Agreement, US Mag represents itself to be a qualifying facility, and agrees to provide PacifiCorp, upon request, with evidence to show its qualifying facility status.

2. Communications regarding this Application should be addressed to:

By e-mail (preferred): datarequest@pacificorp.com

Daniel.Solander@pacificorp.com
Dave.Taylor@pacificorp.com

By mail: Data Request Response Center

Rocky Mountain Power

825 NE Multnomah St., Suite 800

Portland, OR 97232

Dave Taylor

Rocky Mountain Power 201 South Main, Suite 2300 Salt Lake City, UT 84111 Telephone: (801) 220-2923 Facsimile: (801) 220-2798

Email: Dave.Taylor@pacificorp.com

Daniel E. Solander

201 South Main Street, Suite 2300

Salt Lake City, UT 84111 Telephone: (801) 220-4014 Facsimile: (801) 220-3299

Email: Daniel.Solander@pacificorp.com

Informal inquiries may be directed to Dave Taylor, Utah Regulatory Affairs Manager, at (801) 220-2923.

- 3. The existing Agreement between US Mag and PacifiCorp contains more stringent credit requirements than the standard Master Electric Service Agreement ("MESA") typically used by the Company.
- 4. US Mag has provided the Company with additional information regarding the creditworthiness of US Mag, and accordingly, the Company has agreed to modify the

existing Agreement as described in the Amendment to the Agreement so that its terms

align more closely with the standard MESA.

5. The Company has extensively reviewed US Mag's credit situation, and

believes that the Amendment to the Agreement is in the best interests of the Company

and its customers.

WHEREFORE, Rocky Mountain Power respectfully requests that the

Commission issue an order approving the modifications to the Agreement as described in

the Amendment submitted herewith as Exhibit A, and finding the terms and conditions of

the Amendment to be just and reasonable and in the public interest.

DATED this 14th day of August, 2012.

Respectfully submitted,

Daniel E. Salandar

Daniel E. Solander

Attorney for Rocky Mountain Power

3