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Department of Commerce  
Division of Public Utilities

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*Director, Division of Public Utilities*

**MEMORANDUM**

To: Utah Public Service Commission

From: Utah Division of Public Utilities  
Philip Powlick  
Energy Section  
Abdinasir Abdulle, Technical Consultant  
Jamie Dalton, Utility Analyst II  
Artie Powell, Manager

Date: June 2, 2009

Ref: Docket No. 09-035-T05. Advice Filing 09-05 – Schedule 113 – Cool Cash Incentive Program.

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**RECOMMENDATION (approval)**

The Division of Public Utilities (Division) recommends the Commission approve the proposed Tariff changes, Schedule 113 – Cool Cash Incentive Program for the State of Utah, and the replacement sheets – 113.1, 113.2 and 113.3.

**ISSUES AND RECOMMENDATIONS**

On April 7, 2009, Rocky Mountain Power (Company) submitted its proposed Tariff changes, Schedule 113 – Cool Cash Incentive Program, along with a cost-effectiveness analysis of proposed schedule modifications prepared by the Cadmus Group. However, after its initial analysis, the Division identified several questions regarding the program measure cost effectiveness results that are listed in the analysis. Specifically, since a copy of the underlying spreadsheet model was not part of the Company's original filing, the Division could not determine how the filing's cost effectiveness measures were developed. Consequently, the Division, in its Memorandum dated April 30, 2009, recommended suspension of the proposed

schedule modifications until the Company filed the model and the Division had adequate time to review the results.

Thus, the Division also recommended that the Company file the Cadmus model along with the model used by the program administrator with formulas intact. In addition, the Division requested that the proposed program effective date be moved to another date approximately three weeks after the Company filing the model with the Commission.

On May 5, 2009, the Company filed the spreadsheet model used by Cadmus Group Inc. to develop the cost effectiveness analysis and a spreadsheet containing the assumptions for program year 2009 provided by Nexant, Inc. After careful review of these spreadsheets, the Division concluded that the program cost effectiveness analysis was done in accordance with the methodologies approved the Commission.

The results of this cost effectiveness analysis showed that the program with the proposed modifications is cost effective from all perspectives. Therefore, the Division recommends that the Commission approve the proposed Tariff changes, Schedule 113 – Cool Cash Incentive Program for the State of Utah, and the replacement sheets – 113.1, 113.2 and 113.3 effective May 19, 2009.

CC: Rea Petersen, DPU  
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