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## BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of Rocky Mountain Power for Authority to Increase its Retail Electric Utility Service Rates in Utah and for Approval of its Proposed Electric Service Schedules and Electric Service Regulations

DOCKET NO. 10-035-124

## STATEMENT OF UTAH CLEAN ENERGY REGARDING COST OF SERVICE, RATE SPREAD, AND RATE DESIGN STIPULATION

In response to the Commission's Notice of Hearing on Stipulation, issued August 1, 2011 in Docket No. 10-035-124, Utah Clean Energy (UCE) submits this statement regarding the Cost of Service, Rate Spread, and Rate Design Stipulation.

Utah Clean Energy does not oppose the Cost of Service, Rate Spread, and Rate Design settlement Stipulation (Stipulation). UCE participated in settlement negotiations regarding residential rate design, but did not sign onto the Stipulation for the following reasons: the stipulated equal percentage adjustments to residential customer energy charges<sup>1</sup> do not send strong enough price signals for energy efficiency and conservation and do not contemplate Utah policies supportive of the same, and the stipulation does not address a recommendation from the

<sup>&</sup>lt;sup>1</sup> Stipulation on Cost of Service, Rate Spread, and Rate Design in Docket No. 10-035-124 at 2-3 (paragraph 7.a.).

Direct Testimony of Sarah Wright to investigate ways of aligning utility and ratepayer incentives to increase energy efficiency and conservation.

At the Hearing on August 8, 2011, UCE intends to offer the pre-filed testimony of Sarah Wright in this docket, as well as a summary of it, and make her available for cross examination.

Dated this fourth day of August, 2011.

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Sophie Hayes Attorney for Utah Clean Energy