### BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of: The Application ) Docket No: Of PacifiCorp For Approval of an ) Docket No: Electric Service Agreement For ) Milford Wind Corridor Phase I. )

In the Matter of: The Application ) Docket No: Of PacifiCorp For Approval of an ) 11-035-17 Electric Service Agreement For ) Milford Wind Corridor Phase II, LLC. )

# REDACTED VERSION

# \*\*CONFIDENTIAL MATERIAL\*\* SUBJECT TO UTAH PSC RULE 746-100-16

# TRANSCRIPT OF HEARING PROCEEDINGS

TAKEN AT: Public Service Commission

160 East 300 South Salt Lake City, Utah

DATE: April 12, 2011

TIME: 9:01 a.m.

REPORTED BY: Kelly L. Wilburn, CSR, RPR

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                            APPEARANCES
 2
     Administrative Law Judge:
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| 1  | <u>WITNESSES</u>                    |             |
| 2  | <u>For Rocky Mountain Power</u>     |             |
| 3  |                                     | <u>Page</u> |
| 4  | Testimony by Mr. Clements           | 8           |
| 5  | Cross by Ms. Schmid                 | 14          |
| 6  | Cross by Mr. Evans                  | 15          |
| 7  | -000-                               |             |
| 8  | <u>CONFIDENTIAL MATERIAL</u>        |             |
| 9  | <u>Begins Page</u> <u>Ends Page</u> |             |
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1 APRIL 12, 2011 9:01 A.M. 2 PROCEEDINGS 3 THE COURT: We're here in two matters: 4 the Matter of: The Application of PacifiCorp For 5 Approval of an Electric Service Agreement For Milford 6 Wind Corridor Phase I, and In the Matter of: 7 Application of PacifiCorp For Approval of an Electric 8 Service Agreement For Milford Wind Corridor Phase II. 9 And those are, respectively, Docket 10 Nos. 09-035-55, and 11-035-17. And with that let's 11 take appearances, beginning with PacifiCorp. 12 MS. ISHIMATSU: Barbara Ishimatsu for Rocky Mountain Power. And I have with me Paul Clements. I 13 14 also have Mark Adams, who is our manager of area 15 planning, and Tom Heaton, who is the customer 16 community manager. 17 THE COURT: All right, thank you. 18 And Milford Wind? MR. EVANS: William Evans, of Parsons, Behle 19 20 & Latimer, for Milford Wind Corridor Phase I and 21 Milford Wind Corridor Phase II, LLC. 22 THE COURT: Okay. And the Division? 23 MS. SCHMID: Patricia E. Schmid, with the Attorney General's Office, representing the Division. 24

And with me as the Division's witness is Dr. Joni

| 1  | Zenger.  |
|----|--|
| 2  | THE COURT: Thank you. And the Office?                |
| 3  | MR. PROCTOR: Cheryl Murray will be appearing         |
| 4  | for the Office today. I'm Paul Proctor, and I'm with |
| 5  | her.   |
| 6  | THE COURT: Thank you.                                |
| 7  | Okay, and how would we like to proceed? Who          |
| 8  | wants to go first? Let's go with the Company then.   |
| 9  | And actually, before we start, is there any          |
| 10 | testimony confidential testimony that's gonna have   |
| 11 | to be put on the record?                             |
| 12 | MS. ISHIMATSU: There probably will be.               |
| 13 | THE COURT: Okay.                                     |
| 14 | MS. ISHIMATSU: Do you want to?                       |
| 15 | MR. EVANS: Yeah. We have this order of               |
| 16 | April 7th where specific questions are asked of the  |
| 17 | Division, of PacifiCorp, and of the Office.          |
| 18 | THE COURT: Uh-huh.                                   |
| 19 | MR. EVANS: All of which go to the rate that          |
| 20 | has been developed for Milford Wind.                 |
| 21 | THE COURT: Okay.                                     |
| 22 | MR. EVANS: And that is confidential                  |
| 23 | information.   |
| 24 | THE COURT: Okay. So what we'll do then               |
| 25 | is I think everybody's either from the Commission,   |
|    |  |

1 the Division, the Office. But I'm not sure if anybody 2 needs to be excluded from those confidential --3 anybody? 4 Sir, who are you with? 5 MR. DETTON: I'm with, excuse me, Dave Detton 6 with Magnum Holdings. We have had similar requests on 7 simply the accounts that some of our revenues will be 8 treated in for another matter pending before the 9 Division. And --THE COURT: 10 Okay. 11 MR. DETTON: -- we're not interested in the 12 specific rates, simply in the accounting treatment. But I'll be happy to be excused when you get to that 13 14 part. 15 THE COURT: Okay. And then, sir, right here? 16 SPEAKER FROM THE AUDIENCE: I'm from Rocky 17 Mountain Power. 18 THE COURT: Okay. And then over here? 19 SPEAKER FROM THE AUDIENCE: As well. 20 THE COURT: Rocky Mountain Power? Okay. 21 So at that point, then, we'll go ahead and 22 take a brief one-minute recess so in the transcript we 23 can make that distinction. And so what I'll do is 24 when I get to a part that's gonna be confidential I'll 25 depend on you, Ms. Ishimatsu, to let me know.

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1
              MS. ISHIMATSU:
                              Okav.
 2
              THE COURT: All right then, let's go ahead.
 3
    Mr. -- actually, let's have all the witnesses just
 4
     raise your right hand.
 5
              MR. EVANS: I'm sorry, we -- I didn't -- I
 6
     failed to introduce Milford Wind's witness, Bryan
 7
    Harris.
 8
              THE COURT: Okav.
 9
              MR. EVANS: We're not sure that he'll
10
     testify. Only if something needs to be addressed here
11
     or if you have questions for Milford, he's here for
12
    Milford.
13
              THE COURT: All right. Then let's have all
14
     the witnesses raise your right hand.
15
              (The witnesses were sworn.)
16
              THE COURT: Thank you.
              All right, let's go ahead with the Company.
17
18
              MS. ISHIMATSU: Okay. Would you like us to
19
     address the questions in your order first?
20
              THE COURT: Yeah. Let's go ahead and --
21
              Artie, could I ask you to close that door for
22
    me, please?
23
              And then, sir, I'm gonna have to ask you to
24
     leave if we're gonna start with confidential
25
     information right now.
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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

| Ī  | (April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17) |
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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

|    | (April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17 | )  |
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| 25 | (The hearing was concluded at 9:15 a.m.)                     |    |
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(April 12, 2011 - RMP/MILFORD WIND - 09-035-55 and 11-035-17)

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CERTIFICATE
 1
 2
     STATE OF UTAH
 3
                                   SS.
     COUNTY OF SALT LAKE
 4
 5
     This is to certify that the foregoing proceedings were taken before me, KELLY L. WILBURN, a Certified
     Shorthand Reporter and Registered Professional
 6
     Reporter in and for the State of Utah.
 7
     That the proceedings were reported by me in stenotype and thereafter caused by me to be
 8
     transcribed into typewriting. And that a full, true,
     and correct transcription of said proceedings so taken
 9
     and transcribed is set forth in the foregoing pages,
     numbered 1 through 16, inclusive.
10
11
          I further certify that I am not of kin or
     otherwise associated with any of the parties to said
12
     cause of action, and that I am not interested in the
     event thereof.
13
          SIGNED ON THIS 13th DAY OF April, 2011.
14
15
                            Kelly L. Wilburn, CSR, RPR
                            Utah CSR No. 109582-7801
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