

October 24, 2014

## VIA ELECTRONIC FILING AND OVERNIGHT DELIVERY

Public Service Commission of Utah Heber M. Wells Building, 4<sup>th</sup> Floor 160 East 300 South Salt Lake City, UT 84114

Attn: Gary Widerburg

**Commission Secretary** 

Re: Advice No. 14-09

Cap Adjustment

In the Matter of the Request for a Home Energy Report Pilot Program – Docket No. 12-

035-77

The purpose of this filing is to clarify and request an adjustment to the current Home Energy Report pilot program ("Program") cost cap ("Cap"). On September 12, 2014, the Public Service Commission of Utah ("Commission") issued an Order in Docket No. 12-035-77 ("2014 Order"), which approved expanding the Program to 200,000 additional customers, extending the Program original group through December 2017, and reset the total Cap to \$6.5 million. Rocky Mountain Power ("Company") respectfully requests that the Cap be reset to \$11.7 million. In support of this request, the Company states the following:

In the Commission's Order issued May 15, 2012, the Cap was set at \$3.2 million to account for the total costs of the Program original group through December 2015. The \$6.5 million dollar Cap established in the 2014 Order accounts for costs associated with expanding the Program to 200,000 additional customers from September 2014 – December 2017, but does not account for costs associated with the original \$3.2 million Cap or costs associated with extending the Program original group through December 2017. The costs of extending the Program original group through December 2017 are estimated to be \$2.0 million.

The Company discussed this topic with the Steering Committee October 14, 2014 during a formal meeting. The Steering Committee understood these clarifications and need to adjust the Cap to account for all costs associated with the Program.

Accordingly, the Cap should be reset to \$11.7 million to account for: 1) the total costs of the Program original group through December 2015, 2) the costs of expanding the Program to 200,000 additional customers, and 3) the costs of extending the Program original group through December 2017.

Utah Public Service Commission October 24, 2014 Page 2

Informal inquiries regarding this matter may be directed to Michael Snow, Regulatory Projects Manager, at (801) 220-4214.

Sincerely,

Kathryn Hymas

Vice President, Finance and Demand Side Management

cc: DPU OCS