1	Q.	Please state your name, business address and present position with PacifiCorp
2		dba Rocky Mountain Power ("the Company").
3	A.	My name is Steven R. McDougal. My business address is 1407 West North Temple
4		Street, Suite 330, Salt Lake City, Utah 84116. My present position is Director of
5		Revenue Requirement for PacifiCorp.
6	Q.	Please briefly describe your education and business experience.
7	A.	I received a Bachelor of Science degree in Accounting and a Master of
8		Accountancy degree from Brigham Young University with an emphasis in
9		Management Advisory Services. I have also attended various educational,
10		professional, and electric-industry related seminars in connection with my
11		employment.
12		I have been employed with PacifiCorp and its predecessor, Utah Power and
13		Light Company (the "Company"), since 1983. My experience includes various
14		positions with regulation, finance, resource planning and internal audit. My primary
15		responsibilities currently include overseeing the calculation and reporting of the
16		Company's regulated earnings or revenue requirement, assuring that the
17		interjurisdictional cost allocation methodology is correctly applied, and explaining
18		these calculations to regulators in the jurisdictions in which the Company operates.
19	Q.	Have you previously testified before this Commission or other state public
20		utility commissions?
21	A.	Yes. I have provided testimony in many dockets before this Commission. I have
22		also provided testimony before the California, Idaho, Oregon, Washington and
23		Wyoming public utility commissions

SUMMARY OF TESTIMONY

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25

Q. Please summarize your testimony.

- 26 The purpose of my testimony is to support the Company's application for approval Α. 27 of the Renewable Energy Service Contract (the "Contract") between the Company 28 and Facebook, Inc. ("Facebook") in this docket, as described in the testimony of 29 Mr. Paul H. Clements. The Contract provides for Facebook to offset up to 100 30 percent of its annual MWh usage with generation from renewable resources to be 31 acquired on behalf of Facebook. In this testimony, I will show why the allocation 32 of revenues and costs of this Contract will not result in negative impacts to Utah 33 customers or customers in any other state when Facebook is taking renewable 34 supply service. My testimony will describe the regulatory treatment of the Contract, 35 including potential impacts associated with: 1) allocation factors, 2) contract sales revenues, 3) transmission revenue, and 4) net power costs. 36
- Q. Please provide an overview of the Contract as it applies to the proposed allocation methodology?
- A. The Company will deliver all of Facebook's energy requirements. As described in

 Mr. Clements testimony, there are two types of service under the Contract: 1)

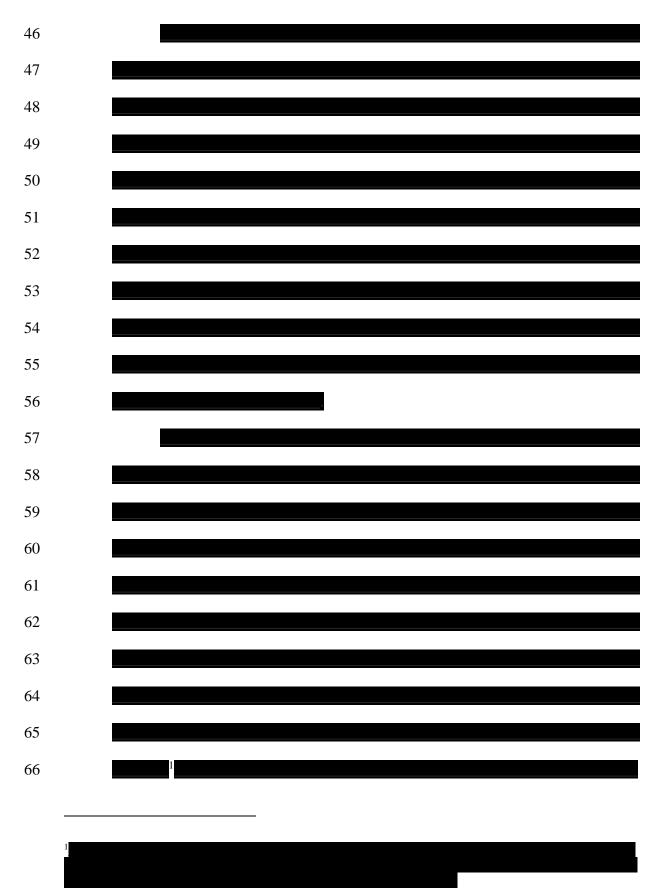
 service when Facebook's load is served by new renewable resources acquired on

 its behalf; and 2) service when Facebook's acquired renewable generation is

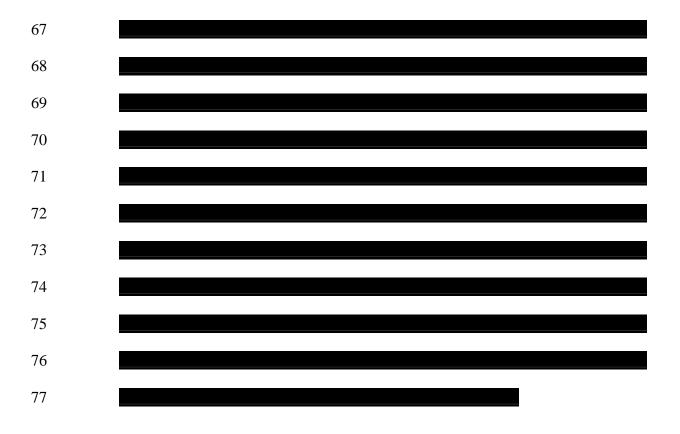
 insufficient to fully serve its load. Facebook has stated it expects ultimately to have

 100 percent of its annual load served from renewable generation once it reaches

 steady-state operations and has sufficient time to acquire renewable resources.

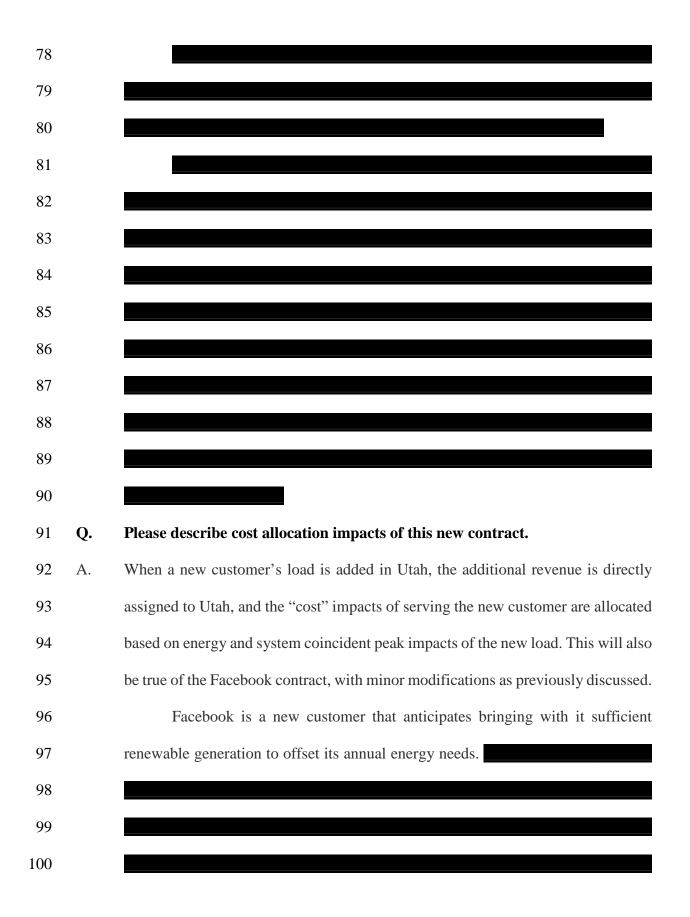


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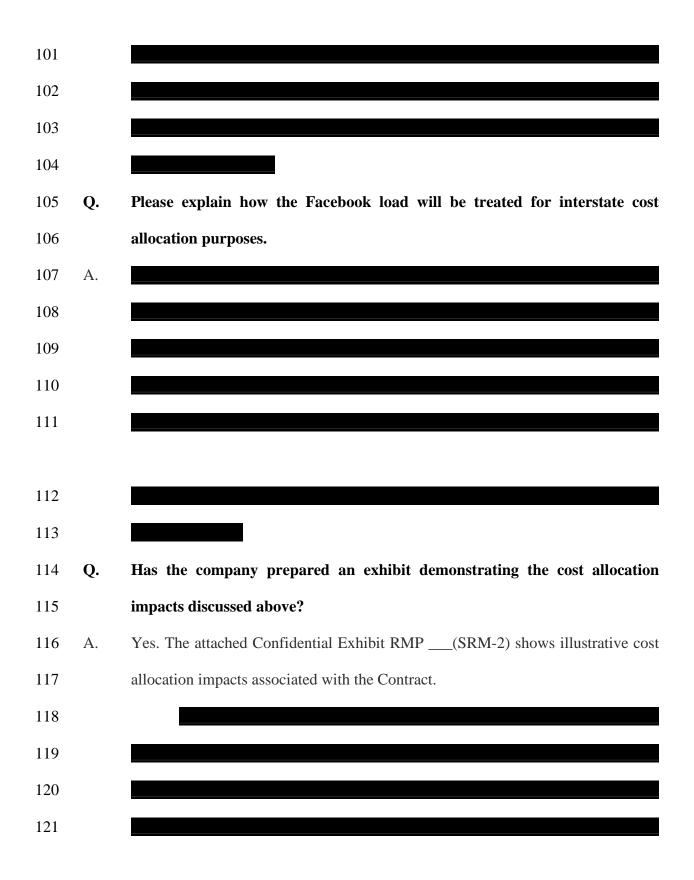




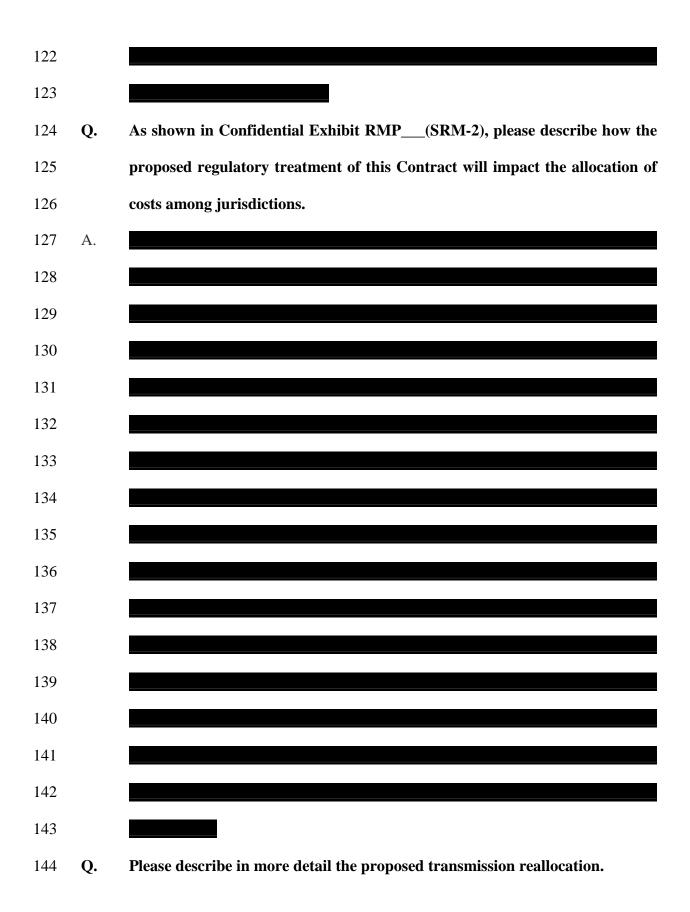
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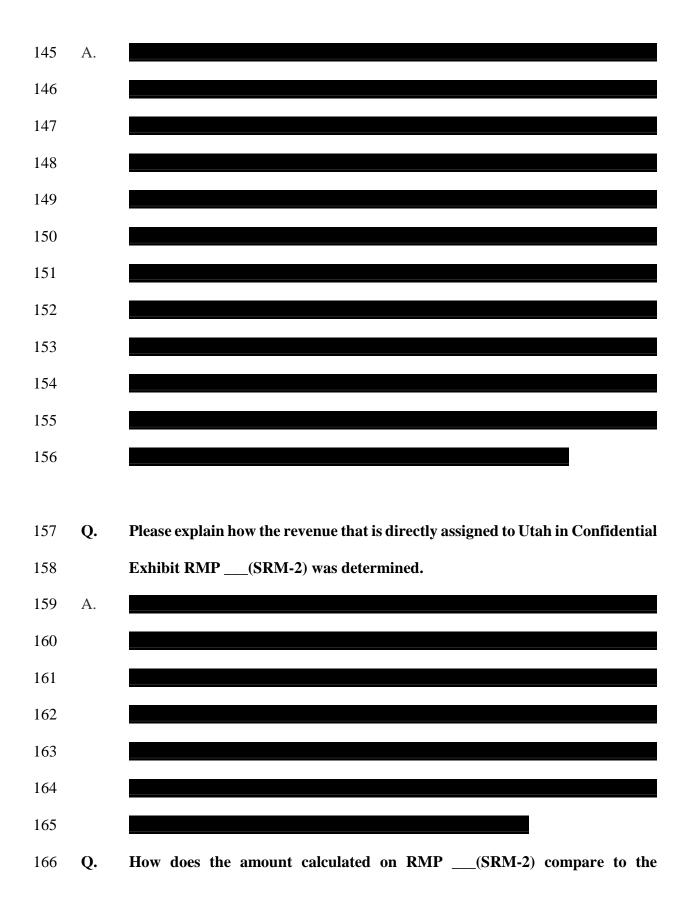
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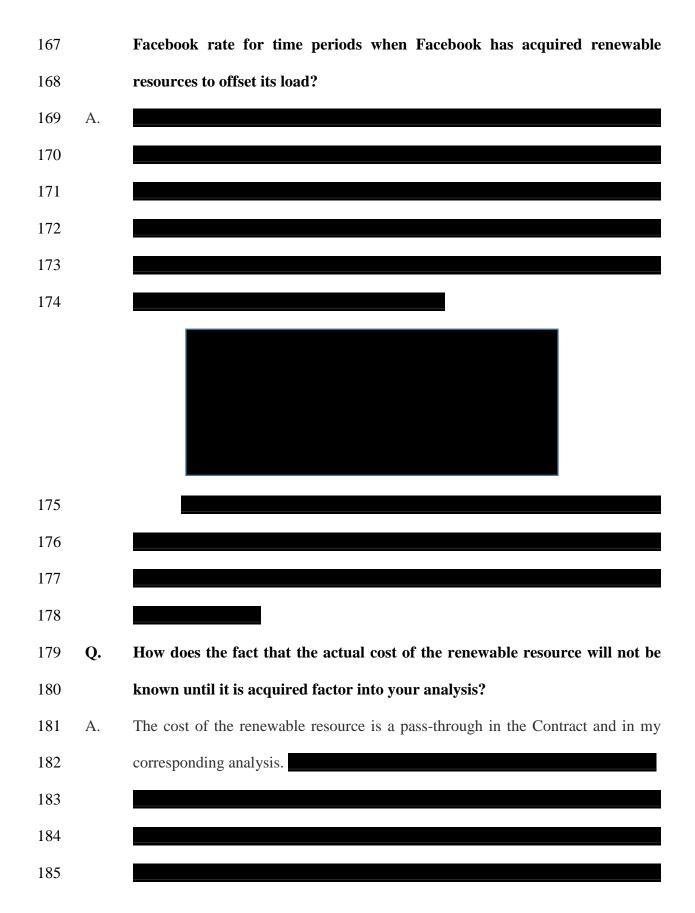
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Page 9 – Direct Testimony of Steven R. McDougal - Redacted

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189	Q.	Will Utah ratepayers benefit with the approval of this contract?
190	A.	Yes. As illustrated above, all Utah customers will benefit from approval of the
191		Contract.
192	Q.	Does that conclude your direct testimony?
193	A.	Yes