

May 7, 2018

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#### **VIA ELECTRONIC FILING**

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

Attention: Gary Widerburg

**Commission Secretary** 

RE: In the Matter of the Application of Rocky Mountain Power for Approval of its

Agreement for Electric Service with Oak City, Utah – Docket No. 18-035-18

Dear Mr. Widerburg:

Rocky Mountain Power ("Company") hereby submits for filing a Request for Approval of an Electric Service Agreement in the above referenced matter.

This application requests approval of a routine agreement with Oak City. Accordingly, the Company suggests that initial comments of the Division of Public Utilities or other parties that wish to comment be provided within two weeks of the filing. Further, the company suggests that reply comments be provided one week following initial comments of the Division of Public Utilities or other parties.

The Company respectfully requests that all formal correspondence and requests for additional information regarding this filing be addressed to the following:

By E-mail (preferred): <u>datareq@pacificorp.com</u>

jana.saba@pacificorp.com

By regular mail: Data Request Response Center

PacifiCorp

825 NE Multnomah, Suite 2000

Portland, OR 97232

Informal inquiries may be directed to Jana Saba at (801) 220-2823.

Sincerely,

Daniel E. Solander Senior Attorney

**Enclosures** 

cc: Service List (w/ enclosures)

R. Jeff Richards (7294)
Daniel E. Solander (11467)
Rocky Mountain Power
1407 West North Temple, Suite 320
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jeff.richards@pacificorp.com
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Attorneys for Rocky Mountain Power

#### BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of Rocky Mountain Power for Approval of its Agreement for Electric Service to Additional Customers with Oak City, Utah

DOCKET NO. 18-035-18

# REQUEST FOR APPROVAL OF ELECTRIC SERVICE AGREEMENT

Pursuant to Utah Code Ann. § 63G-4-201, 203 and Utah Admin. Code R746-1-202, Rocky Mountain Power ("Company") respectfully requests that the Public Service Commission of Utah ("Commission") approve its agreement with Oak City, Utah ("City") whereby the Company agrees to allow City to provide electric service to certain additional customers ("Additional Customer(s)") outside its municipal boundary and located within Rocky Mountain Power's certificated service territory ("Agreement"). The Agreement is attached hereto as Attachment A. In support of this petition, the Company states as follows:

1. Rocky Mountain Power is a public utility in the state of Utah and is authorized by a certificate of public convenience and necessity issued by the Commission to provide electric service to customers, inclusive of the Additional Customer(s), in areas outside the municipal boundary of the City. Rocky Mountain Power's principal place of business in Utah is 1407 West North Temple, Suite 320, Salt Lake City, Utah 84116.

- 2. Certain Additional Customer(s), identified more particularly in Exhibit A to the Agreement, have requested service from City, which electric service is located outside the municipal boundaries of City. Exhibit B to the Agreement shows the relative location of the Additional Customer(s) to the nearest City distribution facilities and the nearest Rocky Mountain Power distribution facilities. The Additional Customer(s) are located nearer to City distribution facilities than to the nearest Rocky Mountain Power distribution facilities. The Additional Customer(s) are not currently receiving electric service at the requested location(s) from either the Company or City.
- 3. City is a municipal provider of retail electric service within the municipal boundaries of City. City desires to provide electric service to certain Additional Customer(s), identified more particularly in the Agreement, outside its municipal boundary. The municipal offices of City are located at 30 West Center, PO Box 217, Oak City, Utah 84649.
- 4. The Legislature of the State of Utah passed Senate Bill 180 (the "Bill") during the 2013 General Session of the Legislature amending Utah Code Ann. § 10-8-14 regarding electric service by a municipal utility outside of its municipal boundaries. The Bill became law on May 13, 2013.
- 5. Pursuant to Utah Code Ann. § 10-8-14(5) the City has submitted a request to the Company to provide electric service to the Additional Customer(s), Rocky Mountain Power has agreed to allow City to provide electric service to the Additional Customer(s), and the Company and City have entered into the Agreement for the provision of electric service to the Additional Customer(s), subject to the approval of the Public Service Commission.

- 6. The Parties have entered into the Agreement, subject to the Commission's approval, in compliance with Utah Code Ann. §§ 10-8-14 and 54-4-40 to provide terms and conditions for the City to provide electric service to Additional Customer(s) in accordance with the terms and conditions of this Agreement.
  - 7. Communications regarding this filing should be addressed to:

**If to Rocky Mountain Power:** Brent Dewsnup

Service Area Manager Rocky Mountain Power 1569 West North Temple Salt Lake City, Utah 84116

E-mail: brent.dewsnup@pacificorp.com

Daniel E. Solander Senior Attorney

Rocky Mountain Power

1407 West North Temple, Suite 320

Salt Lake City, Utah 84116

E-mail: daniel.solander@pacificorp.com

Data requests for the company should be addressed in the following manner with copies to the Company's counsel:

By email (preferred): <u>datareq@pacificorp.com</u>

jana.saba@pacificorp.com

By regular mail: Data Request Response Center

PacifiCorp

825 NE Multnomah, Suite 2000

Portland, Oregon 97232

If to Oak City, Utah: David Steele

Power Director

Oak City

30 West Center P.O. Box 217

Oak City, Utah 84649

E-mail: dksteele@hotmail.com

8. City has authorized Rocky Mountain Power to represent to the Commission that they join with Rocky Mountain Power in requesting approval of the Agreement between the parties.

WHEREFORE, Rocky Mountain Power, and City respectfully request that the Commission approve the attached Agreement permitting City to serve the Additional Customer(s) within Rocky Mountain Power's certificated service territory upon the terms and conditions of the Agreement.

DATED this 7<sup>th</sup> day of May, 2018.

Daniel E. Solander

1407 West North Temple, Suite 320 Salt Lake City, Utah 84116

Telephone No. (801) 220-4014 daniel.solander@pacificorp.com

Attorney for Rocky Mountain Power

### ATTACHMENT A

Agreement for Electric Service to Additional Customers

# AGREEMENT FOR ELECTRIC SERVICE BY MUNICIPALITY TO ADDITIONAL CUSTOMER(S) AFTER JUNE 15, 2013 OUTSIDE OF MUNICIPAL BOUNDARY

This Agreement for Electric Service by Municipality to Additional Customer(s) After June 15, 2013 Outside of Municipal Boundary ("Agreement") is made and entered into between Oak City, a municipal corporation organized under the laws of the state of Utah (the "Municipality"), and PacifiCorp, an Oregon corporation doing business in Utah as Rocky Mountain Power ("Rocky Mountain Power"). The Municipality and Rocky Mountain Power each may be referred to as a "Party" or collectively as the "Parties."

#### RECITALS

- A. The Legislature of the State of Utah passed Senate Bill 180 (the "Bill") during the 2013 General Session of the Legislature amending Utah Code Ann. § 10-8-14 regarding electric service by a municipal utility outside of its municipal boundaries. The Bill became law on May 13, 2013.
- B. The Municipality owns and operates a local electric utility system that provides electric service to customers located within its municipal boundary and desires to provide electric service to certain Additional Customer(s) outside its municipal boundary (as further defined below, (the "Additional Customer(s)").
- C. Rocky Mountain Power is a public utility and an electrical corporation in the state of Utah authorized by a certificate of public convenience and necessity issued by the Public Service Commission of Utah ("Commission") to provide electric service to customers, inclusive of the Additional Customer(s), in areas outside the municipal boundary of the Municipality.
- D. The Parties enter into this Agreement, subject to the Commission's approval, in compliance with Utah Code Ann. §§ 10-8-14 and 54-4-40 to provide terms and conditions for the Municipality to provide electric service to Additional Customer(s) in accordance with, the terms and conditions of this Agreement.

#### **TERMS AND CONDITIONS**

In consideration of the following agreements and conditions, the Parties agree as follows:

1. **Service to Additional Customer(s).** As provided in Utah Code Ann. § 10-8-14(5), the Municipality has submitted to Rocky Mountain Power a request to provide electric service to the Additional Customer(s) identified more particularly in Exhibits A and B attached hereto and Rocky Mountain Power has agreed to allow the Municipality to serve the Additional Customers(s) and subsequent customers at the same service location so long as such service is provided under the same rate schedule and the load demand of the subsequent customer remains the same to the Additional Customers(s), subject to the approval of this Agreement by the Utah Public Service Commission and in accordance with the terms of this Agreement.

- 2. **Term; Transfer of Additional Customer(s).** Unless otherwise agreed by the Parties in writing:
  - a. This Agreement shall commence as of the date of approval of this Agreement by the Utah Public Service Commission (the "Effective Date") and shall terminate on the date from and after which Rocky Mountain Power provides notice to the Municipality in accordance with Utah Code Ann. § 10-8-14(5) that it will provide service to the Additional Customer(s) and confirming that it has installed the facilities from which it can provide electric service to the Additional Customer(s). It is understood that Rocky Mountain Power shall provide six-months written notice of its intent to provide service to the Additional Customers(s).
  - b. Upon termination of this Agreement for any of the reasons set forth above or otherwise, the Municipality shall transfer to Rocky Mountain Power electric service to the Additional Customer(s), together with the facilities used by the Municipality to serve the Additional Customer(s), all in accordance with the provisions of Utah Code Ann. §§ 10-20-421(3) (9), as the same may be amended.
  - c. Notwithstanding the foregoing, as provided in Utah Code Ann. § 10-8-14(8) the Municipality is relieved of any obligation under this paragraph 2 to transfer an Additional Customer(s), and the facilities used by the Municipality to serve the Additional Customer(s), if the Municipality annexes and incorporates the area within which the Additional Customer(s) is being served. It is understood that the Municipality will provide six-months written notice of its intent to annex and incorporated the area within which the Additional Customers are being served.

#### 3. **Application; Effective Date.**

- a. Within 45 days of execution of this Agreement or such longer time as the Parties may mutually agree, Rocky Mountain Power shall file an application ("Application") with the Commission pursuant to Utah Code Ann. § 54-4-40 seeking the Commission's approval of this Agreement. Rocky Mountain Power shall, and upon request by Rocky Mountain Power the Municipality shall, support approval of the Application before the Commission, including responding to discovery requests, providing written and oral testimony and other evidence, and providing written and oral argument. Neither Party shall directly or indirectly oppose the Application or support any petition for review, rehearing or reconsideration in the Commission of an order of the Commission approving the Application ("Order") or any petition for review in court of the Order.
- b. This Agreement shall be effective from and after the date the Commission approves the Application (the "Effective Date"). In the event, however, that the Commission issues an order disapproving the Application, this Agreement shall terminate and be of no further force or effect.
- 4. **Cooperation.** In providing material written information to any third party or government entity or in obtaining any approval of any government entity in connection with this

Agreement, the Parties agree to mutually support each other in obtaining regulatory approvals of the Agreement and in gaining any required franchise, providing information to regulators and parties in regulatory proceedings and to other government entities required to issue franchises, and cooperating in responding to parties that may oppose approval of the Agreement or issuance of any required franchises. Notwithstanding the foregoing, neither Party shall be required to disclose to the other Party information that is privileged or is competitively sensitive and confidential, including internal analyses, even if the Party is required to disclose the information subject to the terms of a protective order or rule to another government entity or third party.

#### 5. **Miscellaneous.**

- a. **General Representations and Warranties.** Each of the Parties represents and warrants to the other Party that the Party has the power and authority to enter into this Agreement and to perform its obligations under this Agreement and that the execution and delivery of this Agreement and the consummation of the transactions contemplated by this Agreement have been duly authorized by the governing body of the Party, and no other actions or proceedings on the part of the Party are necessary to authorize this Agreement and the transactions contemplated by this Agreement.
- b. **Each Party to Bear Own Expenses.** Except as otherwise expressly provided in this Agreement, all expenses incurred by or on behalf of the Parties in connection with the authorization, preparation, execution and consummation of this Agreement, including, without limitation, all fees and expenses of agents, representatives, counsel, and accountants employed by the Parties, shall be borne solely by the Party that incurred the expenses.
- c. Waiver of Jury Trial and Limitation on Damages. THE PARTIES EXPRESSLY WAIVE THEIR RIGHT TO TRIAL BY JURY ON ANY CLAIM ARISING UNDER THIS AGREEMENT AND AGREE THAT ANY SUCH CLAIM MAY NOT BE JOINED OR CONSOLIDATED IN ANOTHER ACTION BEING TRIED TO A JURY. IN NO EVENT SHALL EITHER PARTY BE LIABLE FOR CONSEQUENTIAL, INCIDENTAL, PUNITIVE, EXEMPLARY OR INDIRECT DAMAGES, LOST PROFITS OR OTHER BUSINESS INTERRUPTION DAMAGES, PROVIDED BY STATUTE, OR IN TORT OR CONTRACT.

#### d. Notices.

i. **Permitted Methods of Notice.** Any notice, or other communication required under this Agreement shall be in writing, shall be delivered as per the contact information provided below, and shall be deemed properly given: (1) upon delivery if delivered in person; (2) three days after deposit in the mail, if sent by registered first class United States mail, postage prepaid; or (3) upon delivery if delivered by a commercial courier service

#### ii. Contact Information.

#### **Municipality:**

David Steele Power Director PO Box 217 Oak City, UT 84649

#### **Rocky Mountain Power:**

Service Area Manager Rocky Mountain Power Attn.: Brent Dewsnup 1569 West North Temple Salt Lake City, UT 84116

cc:

Office of the General Counsel Rocky Mountain Power 1407 West North Temple, Suite 320 Salt Lake City, UT 84116

- iii. **Change of Contact Information.** Either Party may change its contact person or address specified above by giving the other Party notice of the change in accordance with subparagraph 6.d.i, above.
- e. **Assignments.** Except as otherwise provided below, neither Party may, without the other Party's prior written consent, which shall not be unreasonably withheld, conditioned or delayed, assign, pledge, or transfer all or any part of this Agreement or any right or obligation under this Agreement, whether voluntarily or by operation of law; provided, however, that either Party may, without the other Party's consent, assign its rights and obligations under this Agreement to an entity with which the Party is merged or consolidated, so long as the assignor consents in writing to be bound by all obligations of the assignee under this Agreement.
- f. **Binding on Successors.** This Agreement shall inure to the benefit of the Parties hereto, their respective successors and permitted assigns, and shall be binding upon the successors and permitted assigns of each.
- g. **Waivers.** Any waiver of a Party's rights with respect to any breach of this Agreement, or with respect to any other matter arising in connection with this Agreement, shall not constitute a waiver with respect to any other breach or matter

arising in connection with this Agreement. All waivers must be in writing and signed by an authorized representative of the Party granting the waiver.

- h. **Governing Law.** This Agreement is made under and will be governed by and construed in accordance with the internal laws of the State of Utah.
- i. **Headings and Construction.** The headings and subtitles in this Agreement are for the convenience of the Parties and are not to be used for its construction or interpretation. Any use of the singular in this Agreement also includes the plural, and any use of the plural also includes the singular.
- j. **Not Construed Against Either Party.** This Agreement was entered into by the Parties after consultation with counsel, and shall be considered to have been drafted by both Parties. The language of this Agreement shall be construed as a whole according to its fair meaning, and not strictly for or against either of the Parties.
- k. **Severability.** If any provision of this Agreement or the application thereof is held invalid, the invalidity shall not affect other provisions or applications of the Agreement that can be given effect without the invalid provisions or applications and to this end the provisions of this Agreement are declared to be severable.
- l. **Counterparts.** This Agreement may be executed in counterparts which, taken together, shall constitute one and the same Agreement and shall not be effective unless and until the Commission approves the Application in accordance with the provisions of paragraph 2.
- m. **Entire Agreement.** This Agreement, including the recitals stated above and the appendices attached hereto which are incorporate herein by this reference, constitutes the entire agreement between the Parties with respect to the subject matter of this Agreement and supersedes all prior negotiations and agreements, whether written or oral. This Agreement may not be altered or amended except by an instrument in writing executed by both Parties.

Signature Page Follows

IN WITNESS WHEREOF, the Parties have executed this Agreement on the dates indicated below.

OAK CITY, a municipal corporation organized under the laws of the State of	PACIFICORP, an Oregon corporation doing business in Utah as ROCKY MOUNTAIN
Utah	POWER /
Signature: State	Signature: And May
Print Name: David Stack	Print Name: Gary Hoogeveen
Title: Power Director	Title: Senior Vice President and Chief Commercial Officer
Date: Apr 3, 2018	Date: April 30, 2018
ATTEST:	Approved as to form:
Signature:	Signature:
Print Name: Karen K. Lovel	Print Name: R. Jeff Richards
Title: Town Clerk	Title: Vice President & General Counsel
	Date: April 30, 2018



## CONFIDENTIAL

### **EXHIBIT A**

Certain Additional Customer(s)

#### **REDACTED**

# CONFIDENTIAL EXHIBIT A

IDENTIFICATION OF ADDITIONAL CUSTOMER(S) LOCATED OUTSIDE THE MUNICIPAL BOUNDARY OF THE MUNICIPALITY THAT THE MUNICIPALITY PROVIDES ELECTRIC SERVICE TO PURSUANT TO PARAGRAPH 1 (THE "ADDITIONAL CUSTOMER(S)")

No.	Customer Name & Mailing Address	Customer Site Address

## **EXHIBIT B**

Map of Relative Location of Additional Customer(s)

# EXHIBIT B MAP OF SITE LOCATION



#### **CERTIFICATE OF SERVICE**

#### Docket No. 18-035-18

I hereby certify that on May 7, 2018, a true and correct copy of the foregoing was served by electronic mail or overnight delivery to the following:

Cheryl Murray – <u>cmurray@utah.gov</u>	
Michele Beck – mbeck@utah.gov	
<b>Division of Public Utilities</b>	
Erika Tedder – <u>etedder@utah.gov</u>	
<b>Assistant Attorney General</b>	
For Division of Public Utilities	For Utah Office of Consumer Services
Patricia Schmid	Robert Moore
Assistant Attorney General	Assistant Attorney General
500 Heber M. Wells Building	500 Heber M. Wells Building
160 East 300 South	160 East 300 South
Salt Lake City, Utah 84111	Salt Lake City, Utah 84111
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Justin Jetter	Steven Snarr
Assistant Attorney General	Assistant Attorney General
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Katie Savarin

Coordinator, Regulatory Operations