

Lee R. Brown
Vice President, Contracts, Human
Resources, Public & Government Affairs
MAGNESIUM CORPORATION OF AMERICA
238 North 2200 West
Salt Lake City, Utah 84116

BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of)	Docket No. 98-2035-04
PACIFICORP and SCOTTISH POWER)	
PLC for an Order Approving the Issuance)	ISSUE STATEMENT OF
of PACIFICORP Common Stock)	MAGNESIUM CORPORATION
)	OF AMERICA

Pursuant to the scheduling order entered by the Commission on February 8, 1999 in this docket, Magnesium Corporation of America ("Magcorp") submits its Issue Statement.

The Utah Industrial Energy Consumers and the Large Customer Group have each submitted an Issue Statement. Magcorp hereby adopts the issues set out therein without repeating them here. In addition, Magcorp hereby sets out the following issues to be addressed:

1. The impact of the merger upon special contracts in Utah, including the continuation of such classes and the rates, terms and conditions upon which such contracts will be served and extended.
2. The impact of the merger upon the competitiveness of the power rates, terms and conditions of service to be afforded to industrial customers in Utah.
3. Whether conditions should be imposed upon the merger to assure that industrial customers such as Magcorp have access to competitively priced sources of power.
4. If conditions are imposed to assure access to competitively priced sources of power, what are the terms and conditions of the service to be provided.

5. Whether conditions should be imposed to assure that Utah ratepayers, including Utah industrial customers, are not discriminated against as compared to other customers of PacifiCorp in other states and jurisdictions.

Upon completion of discovery and the review of issues raised by other parties in this case, Magcorp reserves the right to supplement this issue list to assure that all issues subsidiary and/or attendant to the issue of PacifiCorp's willingness and future ability to assure competitively priced energy to industrial customers in Utah and the non-impairment for the future of the terms and conditions on which industrial customers in Utah are currently served.

Respectively submitted,

MAGNESIUM CORPORATION
OF AMERICA

By _____

Lee R. Brown
Vice President, Contracts,
Human Resources,
Public & Government Affairs
238 North 2200 West
Salt Lake City, Utah 84116
Phone: 801-532-2043
Fax: 801-534-1407

Dated: February 16, 1999

CERTIFICATE OF SERVICE

I hereby certify that on this 17th day of February, 1999, I caused to be mailed, first class, postage prepaid, a true and correct copy of the foregoing **MAGCORP ISSUES STATEMENT** to:

Michael Ginsberg
Assistant Attorney General
Utah Division of Public Utilities
160 East 300-South
Salt Lake City, Utah 84111

Doug Tingey
Assistant Attorney General
#800
Committee of Consumer Services
160 East 300 South
Salt Lake City, Utah 84111

Peter J. Mattheis
Dean S. Brockbank
Brickfield, Burchette & Ritts, P.C.
1025 Thomas Jefferson Street N.W.
800 West Tower
Washington, D.C. 20007

Stephen R. Randle
Randle, Deamer, Zarr, Romrell & Lee, P.C.
139 East South Temple, Suite 330
Salt Lake City, Utah 84111-1004

Daniel Moquin
Assistant Attorney General
1594 West North Temple, Suite 300
Salt Lake City, Utah 84116

Eric Blank
Land and Water Fund of the Rockies
2260 Baseline, Suite 200
Boulder, Co 80302

Edward A. Hunter
Stoel, Rives, Boley, Jones & Grey
201 S. Main St., #1100
Salt Lake City, Utah 84111

Brian Burnett
Callister, Nebeker & McCullough
10 East South Temple,
Salt Lake City, Utah 84133

Glen E. Davies
Parsons, Davies, Kinghorn & Peters, P.C.
185 South State Street, Suite 700
Salt Lake City, Utah 84111

Dr. Charles E. Johnson
The Three Parties
1338 Foothill Blvd., Suite 134
Salt Lake City, Utah 84108

F. Robert Reeder
William J. Evans
Parsons Behle & Latimer
201 South Main Street, Suite 180
P.O. Box 45898
Salt Lake City, Utah 84145-0898

Gary Dodge
Parr, Waddoups, Brown, Gee & Loveless
185 South State Street, Suite 1300
Salt Lake City, Utah 84111-1536