

-BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH-

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In the Matter of the Application of PacifiCorp for Approval of a Power Cost Adjustment Mechanism. )  
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DOCKET NO. 01-035-35

ORDER

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ISSUED: May 8, 2002

By The Commission:

On November 5, 2001, PacifiCorp filed an application in the above-referenced matter, seeking (1) the determination of guidelines for integrated resource planning, power cost risk management and wholesale power purchases and sales in the context of a power cost adjustment mechanism and the western retail and wholesale electric markets as the Company faces them now and in the foreseeable future, (2) approval of a power cost adjustment mechanism ("PCAM") when these issues are fully resolved, and (3) approval of a temporary PCAM in the interim until these issues are resolved.

In the Commission's Report and Order of February 28, 2002 in Docket No. 98-2035-05, the Commission stated its intention "to move the search for guidelines from Docket No. 01-035-35 to Docket No. 02-035-03." On April 10, 2002, the Commission received a letter from PacifiCorp requesting clarity on the subject of the 02-035-03 docket. Specifically, PacifiCorp noted its understanding that the guidelines to be considered in Docket No. 02-035-03 will include guidelines related to power cost risk management and wholesale transactions, as well as integrated resource planning guidelines. This is the intent also of the Commission.

On May 1, 2002, the Commission in its order in Docket Nos.01-035-23, 01-035-29, and 01-035-36, adopted a stipulation which renders moot PacifiCorp's request for an interim power cost adjustment mechanism in Docket No. 01-035-35. Thus, only one issue, PacifiCorp's request for Approval of a Power Cost Adjustment Mechanism, remains the subject of this Docket. The stipulation adopted in the May 1, 2002 order in Docket Nos.01-035-23, 01-035-29, and 01-035-36 also stated that all parties agree that technical conferences and discovery may proceed in Docket No. 01-035-35 but that no party shall request a hearing schedule until after January 1, 2004.

ORDER

NOW, THEREFORE, IT IS HEREBY ORDERED, that:

The Commission orders that Docket No. 02-035-03 include the determination of guidelines for integrated resource planning, power cost risk management and wholesale transactions. Further, the Commission renames Docket No. 01-035-35, "In the Matter of the Application of PacifiCorp for Approval of a Power Cost Adjustment Mechanism."

DATED at Salt Lake City, Utah, this 8<sup>th</sup> day of May, 2002.

/s/ Stephen F. Mecham, Chairman

/s/ Constance B. White, Commissioner

/s/ Richard M. Campbell, Commissioner

Attest:

/s/ Julie P. Orchard

## Commission Secretary

G#29430