- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

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In the Matter of the Application of PacifiCorp for Approval of Enhancements to Schedule Nos. 115, 116 and 125, Customer Energy Efficiency Programs

DOCKET NO. 04-035-T04

<u>ORDER</u>

ISSUED: May 18, 2004

PROCEDURAL HISTORY

On April 12, 2004, PacifiCorp, d.b.a. Utah Power & Light Company ("PacifiCorp" or "Company") filed a request for approval of changes to Schedule Nos. 115 and 116, the Retrofit Incentive programs, and Schedule 125, Energy FinAnswer, of Tariff P.S.C.U. No. 45. The purpose of the filing is to consolidate Schedule Nos. 115 and 116 into one enhanced program covered by Schedule No. 115, renamed as Energy FinAnswer Express, and to make minor changes to Schedule No. 125. The stated goals of these changes are to streamline the programs to increase participation and to update prescriptive measures for changes in codes, and efficiency standards.

In its May 6, 2004 memorandum to the Commission, the Division of Public Utilities ("Division") recommends the Commission approve consolidation of Schedule Nos. 115 and 116 into Schedule No. 115 and the revisions to Schedule No. 125. The Division makes three more recommendations. First, it recommends the Company track the results of its proposed honorarium payment and report on its effectiveness within the program year. Second, it recommends that all incentive levels be reviewed on an annual basis taking into consideration current avoided costs, forward price curves, changes in efficiency standards and technology changes. Third, it recommends the Company develop marketing materials to promote the advantages of evaporative cooling and identify evaporative cooling dealers on its web site.

In its May 6, 2004 memorandum to the Commission, the Committee of Consumer Services ("Committee") recommends the Commission approve Schedule Nos. 115 and 125 with two changes: On Tariff Sheet Docket No. 03-035-T04 -- Order (Issued: 5/18/2004)

125.2, under Baseline Level, the first sentence should be modified to read: "Baseline Adjustments: Company may adjust baseline electrical energy consumption during engineering analysis, etc;" and, the third paragraph of Tariff Sheet 125.6 should be revised to clearly identify baseline energy consumption as electric energy consumption. The Committee has three additional recommendations: First, it recommends the Company work with manufacturers, installers and trade allies to correct problems with VendingMiser[®]; second, it recommends the Company provide quarterly updates to the DSM advisory group regarding the status of the honorarium incentive payment; and third, it recommends Schedule Nos. 115 and 125 be carefully monitored to assure that they remain consistent with updated IRP results.

We find that the Division's and Committee's recommendations are reasonable and will foster continual improvement in program design and delivery and assist in capturing cost-effective customer efficiency opportunities and are therefore in the public interest.

<u>ORDER</u>

NOW, THEREFORE, IT IS HEREBY ORDERED, that:

PacifiCorp's application to consolidate Schedule Nos. 115 and 116 into Schedule No. 115 and to revise Schedule No. 125, with the Committee's recommended text changes to Schedule No. 125, is hereby approved. The changes serve the public interest as they streamline program features to enhance participation and update prescriptive measures to be consistent with changes in codes and efficiency standards. Further, the Company shall: 1) track and report the results of its proposed honorarium payment, and its effectiveness, quarterly to the DSM advisory group; 2) work with manufacturers, installers and trade allies to correct problems with VendingMiser[®]; 3) develop marketing materials to promote the advantages of evaporative cooling and identify evaporative cooling dealers on its web site; 4) review annually its incentive levels, including analysis of avoided costs, forward price curves, changes in efficiency standards and technology changes and consistency with relevant Integrated Resource Plan results, and provide this review to the DSM Advisory Group for comment, input and program revision as necessary. Docket No. 03-035-T04 -- Order (Issued: 5/18/2004)

Dated at Salt Lake City, Utah, this 18th day of May, 2004

/s/ Ric Campbell, Chairman

/s/ Constance B. White, Commissioner

/s/ Ted Boyer, Commissioner

Attest:

/s/ Julie Orchard Commission Secretary

G#38431