



201 South Main, Suite 2300
Salt Lake City, Utah 84111

June 1, 2007

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

Attention: Julie P. Orchard
Commission Secretary

RE: Docket No. 07-035-T13, Blue Sky Program
Response to Division of Public Utilities Memo

On March 27, 2007, Rocky Mountain Power, a division of PacifiCorp (“Rocky Mountain Power” or the “Company”), filed proposed tariff changes associated with Tariff P.S.C.U. No. 47 to revise Electric Service Schedule 70, Renewable Energy Rider-Optional and Schedule 72, Renewable Energy Rider – Optional – Bulk Purchase Option. On May 24, 2007 the Utah Division of Public Utilities (“Division”) submitted to the Utah Public Service Commission (“Commission”) a Memorandum with their recommendation for approval of the proposed tariff changes.

With the Division’s recommendation for approval, it also provides four further recommendations. The first recommendation from the Division is to provide an annual status report of the program to the Commission and the Division. The Company is agreeable to providing an annual Blue Sky program status report. The Division’s recommendations 2, 3, 4 all involve the process for selection of the qualifying initiatives set forth in the proposed Schedule revisions, specifically the review panel participants, qualification/selection criteria, and project conformity. RMP is agreeable, and looks forward, to working with the Division to identify appropriate renewable energy grant experts to participate in the review panel for the qualifying initiatives, and to work through the selection criteria and process as outlined in recommendations 2, 3 and 4.

The Company believes the recommendations as discussed above are procedural recommendations that do not need to be addressed within the tariff schedules. In addition, we note in the Division’s conclusion, they are recommending an effective date of March 23, 2007. The effective requested in the Advice Letter is May 1, 2007, and the Company believes it is not necessary to change that date to March 23, 2007.

Utah Public Service Commission

June 1, 2007

Page 2

The Company appreciates the Division's recommendation for approval of the tariff changes and welcomes the opportunity to work with the Division on the continuous improvement of the Blue Sky program.

Very truly yours,

Jeffrey K. Larsen

Vice President, Regulation

cc: Division of Public Utilities
Committee of Consumer Services