

1 **Q. Are you the same C. Craig Paice who has previously testified in this**
2 **proceeding?**

3 A. Yes I am.

4 **Purpose of Testimony**

5 **Q. What is the purpose of your third supplemental direct testimony?**

6 A. The purpose of my third supplemental direct testimony is to update my direct,
7 supplemental, and second supplemental testimonies filed in this docket. My third
8 supplemental testimony is filed in compliance with the Stipulation Regarding
9 Revenue Requirement filed in this docket. The cost of service study
10 accompanying this testimony uses a forecast twelve month test period ending
11 December 31, 2009 and reflects the stipulated price increase of \$45 million.

12 **Q. Please identify Exhibit RMP___(CCP-1TS) and explain what it shows.**

13 A. Exhibit RMP___(CCP-1TS) contains the summary tables from PacifiCorp's
14 Twelve Months Ending December 2009 Class Cost of Service Study for the State
15 of Utah. It is based on PacifiCorp's annual results of operations for the State of
16 Utah as presented in Exhibit RMP___(SRM-1R), in Mr. Steven R. McDougal's
17 revenue requirement rebuttal testimony in this docket as modified by the
18 adjustments agreed to in paragraph 10 of the Stipulation Regarding Revenue
19 Requirement. It summarizes, both by customer group and by function, the results
20 of the cost study for the twelve months ending December 31, 2009. Page 1
21 presents the results at the Company's December 2009 Rate of Return assuming
22 current rate levels. Page 2 shows the results using the return provided by the
23 stipulated \$45 million price.

24 **Q. Please identify Exhibit RMP____(CCP-2TS) and explain what it shows.**

25 A. Exhibit RMP____(CCP-2TS) shows the cost of service results in more detail by
26 class and by function. Page 1 summarizes the total cost of service summary by
27 class and pages 2 through 6 contain a summary by class for each major function.

28 **Changes in Cost of Service Study**

29 **Q. How does this cost of service study vary from the studies previously filed in**
30 **this docket?**

31 A. The load data, allocation factors, methodologies and procedures used to prepare
32 this study are the same as those presented with Exhibits RMP____(CCP-1SS),
33 RMP____(CCP-2SS), and RMP____(CCP-3SS) that accompanied my second
34 supplemental testimony in this case. The only change to the study is that the
35 results of operations upon which the cost of service study is based have been
36 updated to reflect the revenue requirement stipulation.

37 **Workpapers**

38 **Q. Have you included your workpapers?**

39 A. Yes. Workpapers showing the complete functionalized results of operations and
40 class cost of service detail are included as Exhibit RMP____(CCP-3TS).

41 **Q. Does this conclude your testimony?**

42 A. Yes it does.