



State of Utah

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December 18, 2014

Kathryn Hymas, Vice President, Finance and Demand Side Management
Rocky Mountain Power
201 South Main, Suite #2300
Salt Lake City, UT 84111

**Re: In the Matter of the Approval of Rocky Mountain Power's Advice No. 09-08
Schedule 193 – Demand Side Management (DSM) Cost Adjustment
Docket No. 09-035-T08**

Dear Ms. Hymas:

On October 24, 2014, in accordance with the stipulation filed in Docket No. 09-035-T08 and approved August 25, 2009, PacifiCorp, dba Rocky Mountain Power (“PacifiCorp”) filed notice with the Public Service Commission of Utah (“Commission”), the Division of Public Utilities (“Division”), and the Office of Consumer Services (“Office”) that expenditures for PacifiCorp’s demand-side management (DSM) programs exceeded 90% of the proposed 2014 budget. On November 6, 2014, the Commission issued a Notice of Filing and Comment Period with comments due by November 20, 2014, and reply comments due by December 1, 2014. The Division filed comments on November 19, 2014. No other party filed comments and no party filed reply comments.

Based on its review, the Division observes that as of August 2014, year-to-date expenditures for PacifiCorp’s DSM programs totaled about \$60.0 million, which is approximately 96% of the \$62.1 million forecasted for 2014 in Docket No. 13-035-183. On October 14, 2014, the DSM Steering Committee was notified of the increased spending and given an updated 2014 DSM budget of \$82.5 million. PacifiCorp explained that expenditures were higher than expected due to increased activity and volume in various DSM programs. The Division notes PacifiCorp anticipates the DSM program will be under-collected by approximately \$14.0 million by the end of 2014, and intends to file a request with the Commission by the end of November 2014 for recovery of the approximate \$14.0 million. The Division will review the 2014 DSM Annual report due May 1, 2015, for any inconsistencies in the cost effective analysis for the year.

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The Division has reviewed PacifiCorp's filing and finds it in compliance with the Commission's Order dated August 25, 2009, in Docket No. 09-035-T08 and recommends the Commission take no action at this time. Based on the recommendations of the Division, and on its own review, the Commission acknowledges the notice filed by PacifiCorp in this docket.

Sincerely,

/s/ Gary L. Widerburg
Commission Secretary

DW#262603