

USM Exhibit RR 1.2
Exhibit to Direct Testimony of Roger J. Swenson
May 26, 2011
UPSC Docket 10-035-124

Top Sheet – Revenue Requirement Adjustment

	Account	Total Company	Factor	Factor %	Utah Allocated
Adjustment to Revenues	447	\$227,881,709	SE	42.587%	\$97,047,300
Adjustment to Power Purchase Expense	555 NPC	\$ 83,704,371	SE	42.587%	\$35,646,929
Adjustment to Fuel Related Expense	501 NPC	\$ 1,241,270	SE	42.587%	\$ 528,616
Total Adjustment to Revenue Req.		\$142,936,069			\$60,871,755

Description of Adjustment:

The GRID model was run with an adjustment made to sell all potential renewable energy production from all resources including company owned projects, long term contracts and QF contracts with renewable resources. The renewable energy sales increased revenues to the company and also increased some power purchase and fuel related expenses. Those adjustments were reduced by a factor to reflect only those estimated potential remaining MWHs that could be sold in the test year. The potential additional value that could be created by selling the remaining renewable MWHs is \$142,936,069 for the system or \$60,871,755 for the Utah allocated share of that potential value.