



Public Service Commission

THAD LeVAR
Chair

DAVID R. CLARK
Commissioner

JORDAN A. WHITE
Commissioner

State of Utah

GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

June 22, 2016

Mr. Chris Parker
Director, Division of Public Utilities
Heber M. Wells Building, 4th Floor
160 East 300 South
Salt Lake City, UT 84111

Re: Docket No. 15-035-51, In the Matter of PacifiCorp's Financial Reports

Dear Mr. Parker,

On June 15, 2015, PacifiCorp, dba Rocky Mountain Power (PacifiCorp), filed its Annual Class Cost-of-Service Study 2014 (Study) based on the year-end 2014 Results of Operations, updated on June 26, 2015. On January 7, 2016, the Commission issued an action request to the Division of Public Utilities (Division) to review and make recommendations on the Study and to address three cost-of-service issues. The Division filed its response on April 15, 2016 (Response). The Commission also received comments from PacifiCorp, Utah Clean Energy and Western Resource Advocates. The parties each raised issues pertaining to either the Study, PacifiCorp's models, or the Division's Response.

The Commission commends the Division for its comprehensive analysis. In its Response, the Division provides recommendations related to the Study. The Commission believes these recommendations, as well as other issues raised by parties, would be addressed most effectively in a rate case or other proceeding adjudicating cost of service.

The Commission supports the Division's continuing efforts to work with PacifiCorp to ensure annual class cost-of-service studies remain a valuable means for monitoring and examining cost-of-service issues.

Sincerely,

/s/ Gary L. Widerburg
Commission Secretary
DW#278583