

Public Service Commission

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March 9, 2016

Bill Comeau Rocky Mountain Power 1407 W North Temple, Suite 330 Salt Lake City, UT 84116 Data Request Response Center PacifiCorp 825 NE Multnomah St., Suite 2000 Portland, OR 97232

Re: Advice No. 16-03 in Docket No. 16-035-T03, In the Matter of Rocky Mountain Power's Proposed Revisions to Electric Service Schedule No. 140, Non-Residential Energy Efficiency Program

Dear Mr. Comeau,

The Commission reviewed PacifiCorp's, doing business as Rocky Mountain Power, Advice No. 16-03, filed on February 9, 2016, proposing revisions to Electric Service Schedule No. 140 (Schedule 140), Non-Residential Energy Efficiency Program (Program). PacifiCorp proposes revisions to Tariff Sheet Nos. 140.2, 140.4-140.12, and 140.14-140.25. The proposed changes reflect a decrease in lighting incentives and an update to other measures in the Program that will allow PacifiCorp to stay within its 2016 combined commercial and industrial sector program budget of approximately \$35.9 million as shown in the 2016 Demand Side Management (DSM) Deferred Account and Forecast Report, filed on November 2, 2015, in Docket No. 15-035-48. PacifiCorp provides a report from Cadmus demonstrating the cost effectiveness of these changes to the Program.

The Commission also reviewed comments from the Division of Public Utilities (Division), the Office of Consumer Services (Office), and Utah Clean Energy (UCE)/Southwest Energy Efficiency Project (SWEEP) filed on February 24, 2016, reply comments from PacifiCorp and the Utah Association of Energy Users (UAE) filed on February 29, 2016, and public comments filed on March 1, 2016.

The Division concludes the proposed changes are cost-effective and consistent with the Commission's goals to promote cost-effective DSM programs and recommends the Commission approve the revisions to Schedule 140. The Division notes that the Cadmus Report demonstrates the Program changes are cost effective in four of the five standard cost tests. The Office supports the proposed changes and recommends the Commission approve the revisions to Schedule 140 with one exception. The Office notes there is missing information under "Eligibility Requirements" on page 3 of the advice letter and in Table 1a on Tariff Sheet No. 140.4 and requests PacifiCorp provide this information.

UCE/SWEEP raise a number of questions regarding the proposed changes and request clarification from the Commission on several issues. UCE/SWEEP recommend PacifiCorp evaluate opportunities to target a higher level of cost-effective DSM savings through the proposed changes to the

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lighting incentives. UAE raises concerns with the over-spending on certain DSM programs and agrees with UCE/SWEEP that the proposed changes to the DSM program in this docket have not been adequately explored or explained.

In its reply comments, PacifiCorp indicates it discussed UCE/SWEEP's concerns with them and represents that UCE/SWEEP gained the clarity they requested in their comments and are supportive of the proposed modifications to Schedule 140. PacifiCorp also provides updates to Tariff Sheet Nos. 140-4, 140-10, and 140-15 making miscellaneous corrections and addressing the Office's issue of missing information.

The Commission held a technical conference on March 7, 2016, to allow parties to clarify and address the issues raised in this docket. The Commission also provided the opportunity for parties to inform the Commission, no later than March 8, 2016, if continued objections exist. No party filed objections.

Based on the Commission's review of PacifiCorp's filing, the comments received, and receiving no objections after the technical conference, the revisions to the Schedule 140 tariff sheets filed by PacifiCorp on February 9, 2016, and as modified in its reply comments on February 29, 2016, are approved effective March 10, 2016.

Sincerely,

/s/ Gary L. Widerburg Commission Secretary DW#272205