

December 7, 2017

VIA ELECTRONIC FILING

Utah Public Service Commission
Heber M. Wells Building, 4th Floor
160 East 300 South
Salt Lake City, UT 84114

Attention: Gary Widerburg
Commission Secretary

RE: **Docket No. 17-035-63 – In the Matter of the Application of Rocky Mountain Power for Approval of Extension of Power Purchase Agreement Between PacifiCorp and Tesoro Refining and Marketing Company**

Rocky Mountain Power (the “Company”) hereby submits for filing its application for approval of a two month extension of the current Power Purchase Agreement between PacifiCorp and Tesoro Refining and Marketing Company, which expires December 31, 2017, while the new agreement executed is reviewed in Docket No. 17-035-60.

The Company respectfully requests that all formal correspondence and requests for additional information regarding this filing be addressed to the following:

By E-mail (preferred): datarequest@pacificorp.com
utahdockets@pacificorp.com
jana.saba@pacificorp.com
daniel.solander@pacificorp.com

By regular mail: Data Request Response Center
PacifiCorp
825 NE Multnomah, Suite 2000
Portland, OR 97232

Informal inquiries may be directed to Jana Saba at (801) 220-2823.

Sincerely,



Joelle R. Steward
Vice President, Regulation

Daniel E. Solander
Rocky Mountain Power
1407 N. West Temple, Suite 320
Salt Lake City, UT 84116
Telephone: (801) 220-4014
Email: daniel.solander@pacificorp.com

Attorney for Rocky Mountain Power

BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of)
ROCKY MOUNTAIN POWER for)
Approval of Extension of Power)
Purchase Agreement Between PacifiCorp)
and Tesoro Refining and Marketing)
Company)

Docket No. 17-035-63

APPLICATION OF ROCKY
MOUNTAIN POWER

Rocky Mountain Power, a division of PacifiCorp, hereby applies for an order from the Public Service Commission of Utah (the “Commission”) approving a two month extension to the Power Purchase Agreement (“Agreement”) currently in effect between PacifiCorp and Tesoro Refining and Marketing Company (“Tesoro”), through March 1, 2018. In support of its Application, Rocky Mountain Power states as follows:

1. Rocky Mountain Power is a public utility in the state of Utah and is subject to the jurisdiction of the Commission with regard to its rates and service. Rocky Mountain Power also provides retail electric service in the states of Idaho and Wyoming. As a “purchasing utility,” as that term is used in Utah Code Ann. §54-12-2, PacifiCorp is obligated to purchase power from qualifying facilities pursuant to the Public Utility Regulatory Policies Act of 1978, Utah Code Ann. §54-12-1, *et seq.*, and the Commission’s orders. Under the Agreement, Tesoro represents itself to be a qualifying facility, and agrees to provide PacifiCorp, upon request, with evidence to show its qualifying facility status.

2. Communications regarding this Application should be addressed to:

Jana Saba
Rocky Mountain Power
1407 W. North Temple, Suite 330
Salt Lake City, UT 84111
Telephone: (801) 220-2823
Email: jana.saba@PacifiCorp.com

Daniel E. Solander
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With a copy to:

By e-mail (preferred): datarequest@pacificorp.com
By fax: (503) 813-6060
By mail: Data Request Response Center
Rocky Mountain Power
825 NE Multnomah St., Suite 800
Portland, OR 97232

3. PacifiCorp is currently purchasing the output from Tesoro's 25 megawatt gas-fired cogeneration qualifying facility pursuant to a power purchase agreement approved by the Commission on November 16, 2016, in Docket No. 16-035-40. The current agreement expires on December 31, 2017.

4. On November 29, 2017, PacifiCorp filed an application with the Commission in Docket No. 17-035-70 for approval of a new power purchase agreement with Tesoro, effective January 1, 2018. Based on discussions with the Division of Public Utilities, it will not be possible for the new agreement to be reviewed prior to expiration of the current agreement. The scheduling for Docket No. 17-035-70 was set on December 6, 2017 with hearings on February 13, 2018.

5. PacifiCorp and Tesoro desire to continue selling and purchasing the output from Tesoro's qualifying facility under the terms and conditions of the existing Agreement through March 1, 2018. The parties believe that this will allow the Division and other interested parties sufficient time to complete review of the new agreement, and for the Commission to hold public hearings on the Application. Rocky Mountain Power is authorized to represent that the Utah Division of Public Utilities and the Office of Consumer Services do not oppose the extension, provided that the price paid by PacifiCorp for the output from Tesoro's facility under the existing contract is trued up to the price that would have been paid had the new prices been in effect beginning January 1, 2017. Tesoro and PacifiCorp have agreed to this pricing true up.

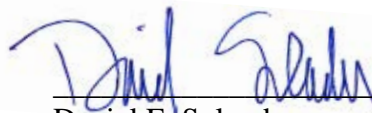
6. As noted above, the current Agreement expires on December 31, 2017. The parties desire to avoid the scenario where the Agreement expires with no replacement agreement approved by the Commission. Therefore, the parties request that the extension of the existing Agreement be approved on or before December 31, 2017, if possible.

7. The prices, terms, and conditions of the Agreement in effect currently are just and reasonable and in the public interest, and have been approved by the Commission.

WHEREFORE, Rocky Mountain Power respectfully requests that the Commission issue its Order approving the extension of the existing Agreement and finding that the Agreement and the terms and conditions set forth therein are just and reasonable and in the public interest to continue through March 1, 2018.

DATED this 7th day of December 2017.

Respectfully submitted,



Daniel E. Solander
Attorney for Rocky Mountain Power

CERTIFICATE OF SERVICE

Docket No. 17-035-63

I hereby certify that on December 7, 2017, a true and correct copy of the foregoing was served by electronic mail to the following:

Utah Office of Consumer Services

Cheryl Murray cmurray@utah.gov

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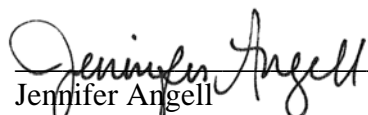
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Jennifer Angell
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