



Public Service Commission

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June 30, 2017

Bob Lively
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: *In the Matter of Rocky Mountain Power's Proposed Tariff Revisions to Electric Service Schedule No. 37, Avoided Cost Purchases from Qualifying Facilities*; Docket No. 17-035-T07

Dear Mr. Lively:

The Public Service Commission (PSC) reviewed the June 13, 2017 filing by PacifiCorp, doing business as Rocky Mountain Power (PacifiCorp), proposing changes to Electric Service Schedule No. 37, Avoided Cost Purchases from Qualifying Facilities (Schedule 37). The filing was made pursuant to the PSC's June 12, 2017 order in this docket. The proposed changes to Sheet Nos. 37.2, and 37.4 through 37.7 of Schedule 37 update the standard rates for purchases of power from Utah sited cogeneration qualifying facilities (QFs) with a design capacity of 1,000 kilowatts or less, and small power production QFs with a design capacity of 3,000 kilowatts or less. All of the referenced tariff sheets include minor editorial and administrative changes, including an effective date of July 1, 2017.

In addition, the PSC reviewed the Division of Public Utilities' (DPU) June 23, 2017 action request response. The DPU concluded the Schedule 37 tariff sheets were updated using the current Schedule 37 avoided cost pricing method.¹ The DPU also concluded the updates to the inputs, including the discount rate, official forward price curve, inflation rates, and wind and solar capacity contribution and integration costs, are consistent with PacifiCorp's 2017 Integrated Resource Plan. The DPU recommends the PSC approve PacifiCorp's proposed changes to Schedule 37 as filed.

¹ The PSC approved the current Schedule 37 avoided cost pricing methodology in its September 18, 2015 Report and Order in Docket No. 15-035-T06.

Tariff Approval Letter from the PSC

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Based on the PSC's review of PacifiCorp's filing, the DPU's recommendation, and there being no opposition to the filing, the proposed changes to Sheet Nos. 37.2, and 37.4 through 37.7 of Schedule 37 are approved as filed, effective July 1, 2017.

Sincerely,

/s/ Gary L. Widerburg

Commission Secretary

DW#294991