



## Public Service Commission

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## State of Utah

GARY R. HERBERT  
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*Lieutenant Governor*

December 13, 2018

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

Re: *Rocky Mountain Power's Demand-Side Management 2017 Annual Energy Efficiency and Peak Load Reduction Report; Docket No. 18-035-19*

Dear Mr. Parker,

The Public Service Commission of Utah (PSC) reviewed the Division of Public Utilities' (DPU) Memorandum and 2017 Audit Report (Audit Report) of PacifiCorp's Demand Side Management (DSM) Program (Program) filed on October 23, 2018. The DPU states the intent of the audit was to review the revenues and expenses of the Program as reported by PacifiCorp for the year ended December 31, 2017. The DPU explains it is conducting the review because in a general rate case the DSM revenues and costs are removed in order to prevent double recovery and are not subject to a thorough review at that time. According to the Audit Report, the Program's revenues and expenses appear to be properly stated, and PacifiCorp appears to be in compliance with regulatory requirements. The DPU concludes PacifiCorp is in general compliance with the PSC's rules and regulations, and the Program follows good business practices and is using accounting and controls that are adequate and practical.

The PSC issued a Notice of Filing and Comment Period on October 23, 2018, inviting comments on the Audit Report by November 27, 2018 with reply comments by December 11, 2018. No comments were filed. The PSC supports the DPU's efforts to audit PacifiCorp's Program to ensure it is operated in compliance with PSC orders and regulatory requirements. The PSC appreciates the DPU's communication in this matter.

Sincerely,

/s/ Gary L. Widerburg  
PSC Secretary  
DW#305838