

December 23, 2020

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. 20-035-47 – In the Matter of the Application of Rocky Mountain Power for Approval of Electric Service Agreement and Operating Reserves Agreement Between PacifiCorp and US Magnesium LLC**

Rocky Mountain Power (the “Company”) hereby submits for electronic filing an Application for Approval of the Electric Service Agreement and Operating Reserves Agreement in the above referenced matter.

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
emily.wegener@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 Steward
Vice President, Regulation

Enclosures

CC: Service List

Emily Wegener
Rocky Mountain Power
1407 N. West Temple, Suite 320
Salt Lake City, UT 84116
Telephone: (801) 220-4526
emily.wegener@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)	Docket No. 20-035-47
Approval of Electric Service Agreement)	
and Operating Reserves Agreement)	APPLICATION OF ROCKY
Between PacifiCorp and US Magnesium)	MOUNTAIN POWER
LLC)	
)	

Rocky Mountain Power, a division of PacifiCorp (the “Company”), hereby applies for an order approving an Electric Service Agreement and Operating Reserves Agreement (“Agreement”) between PacifiCorp and US Magnesium LLC (“US Mag”). In support of its Application, Rocky Mountain Power states as follows:

1. Rocky Mountain Power is an electrical corporation and a public utility in the state of Utah and is subject to the jurisdiction of the Commission. Rocky Mountain Power also provides retail electric service in the states of Idaho and Wyoming.

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
jana.saba@PacifiCorp.com

Emily Wegener
Rocky Mountain Power
1407 W. North Temple, Suite 320
Salt Lake City, UT 84116
Telephone: (801) 220-4526
Email: emily.wegener@pacificorp.com

With a copy to:

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

3. US Mag is a Delaware corporation having a place of business within the State of Utah and located within the county of Tooele, in an area where Rocky Mountain Power provides electrical service.

4. PacifiCorp is currently providing electric service to US Mag pursuant to an Electric Service Agreement executed on December 29, 2017, and approved by the Commission in Docket No. 17-035-71, via bench order on April 12, 2018, and confirmed by written order issued April 19, 2018. The term of the existing Agreement is through December 31, 2020.

5. The Company and US Mag have agreed to a one-year extension of the current Electric Service Agreement and accompanying Operating Reserve Agreement, to expire December 31, 2021.

6. The one-year extension of the Agreement keeps in place the existing rates to US Mag for electric service, which are in line with the current cost of service, as demonstrated in the Company's cost of service filing in the recent general rate case in Docket No. 20-035-04. Additionally, as contemplated in the current agreement, US Mag's rates will adjust uniformly by the average percent change for total Utah retail

customers concurrently with any Commission-approved rate change in any general rate case for Utah retail tariff customers. The extension of the Agreement also keeps in place the current day-ahead curtailment structure in the existing agreement. The one-year extension of the Operating Reserve agreement adjusts the language such that PacifiCorp will receive additional operating reserve, which will be held on US Mag's owned generation, without an increase in cost for the total reserve product. Finally, the Operating Reserves billing credit of \$4.01/kilowatt-month remains the same as in the existing agreement.

7. The extension Agreement also maintains in place the terms of the existing Agreement that were recommended for inclusion by the DPU and OCS in the proceeding approving the existing agreement, and were referenced in the Commission's Order Confirming Bench Ruling Approving Electric Service Agreement in Docket No. 17-035-71: (1) US Mag shall pay a surcharge to fund PacifiCorp's Low Income Residential Lifeline Program in the amount applicable to Schedule 9 customer; and (2) US Mag will provide the DPU and OCS with an annual report of its demand-side management activities, including a description of each energy efficiency project and the associated energy savings.

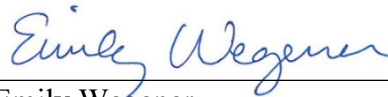
8. The parties desire that no time lapse between the expiration of the existing agreement on December 31, 2020, and the effective date of the extension of the Agreement. Therefore the parties request that the Commission approve the extension agreement expeditiously beginning January 1, 2021 following a Commission hearing and Commission Order. Thus the parties request that the Commission issue a notice of scheduling conference as soon as possible upon the filing of this Application to establish

a procedural schedule. The Company will begin billing US Mag in accordance with the extension Agreement, which rates are unchanged from the Agreement, on January 1, 2021. The billings to US Mag for service beginning January 1, 2021 until the Commission issues its order approving the extension agreement will be subject to a true-up in the event the Commission's order differs from the extension Agreement.

WHEREFORE, Rocky Mountain Power respectfully requests that the Commission find the terms and conditions of the Agreement to be just, reasonable, and in the public interest and issue an order approving the Agreement, with an effective date of January 1, 2021.

DATED this 23rd day of December, 2020.

Respectfully submitted,



Emily Wegener
Attorney for Rocky Mountain Power

CONFIDENTIAL

**FIRST AMENDMENT TO ELECTRIC SERVICE AGREEMENT
BETWEEN ROCKY MOUNTAIN POWER AND US MAGNESIUM LLC**

**THIS DOCUMENT IS CONFIDENTIAL IN ITS
ENTIRETY AND IS PROVIDED UNER SEPARATE
COVER**

CONFIDENTIAL

**FIRST AMENDMENT TO OPERATING RESERVE INTERRUPTION
AGREEMENT BETWEEN PACIFICORP AND US MAGNESIUM LLC**

**THIS DOCUMENT IS CONFIDENTIAL IN ITS
ENTIRETY AND IS PROVIDED UNER SEPARATE
COVER**

CERTIFICATE OF SERVICE

Docket No. 20-035-47

I hereby certify that on December 23, 2020, a true and correct copy of the foregoing was served by electronic mail to the following:

Utah Office of Consumer Services

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ocs@utah.gov

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Katie Savarin
Coordinator, Regulatory Operations