



State of Utah
DEPARTMENT OF COMMERCE
DIVISION OF PUBLIC UTILITIES

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Utah Public Service Commission
Heber M. Wells Building
160 East 300 South
P.O. Box 45585
Salt Lake City, UT 84145 0807

Dear Commissioners:

In Docket No. 90-2035-01, the Commission opened Docket No. 92-2035-04 and directed the Utah Division of Public Utilities (Division) "to convene a task force to define the issues involved both short-run and long-run and bring recommendations on viable options before this Commission for its decision" regarding ratemaking treatment of demand side resources (DSR). Although the Commission gave the Division the authority to chair a task force, the parties to Docket No. 92-2035-07 agreed to a Technical Conference/Collaborative Process to achieve the directives of the Commission. The Division assumes that the Commission deems it appropriate for it to serve as coordinator and director of this process.

As facilitator of this process, the Division has enclosed a paper that provides its preliminary views regarding implementation of the Technical Conference/Collaborative Process and requests that interested parties provide their positions on this process and circulate these to parties on the enclosed service list, if possible, in advance of the March 8th scheduling conference.

The Division suggests the following preliminary conference schedule:

DATE	PARTY SPONSORING THE CONFERENCE
4th week in March	The Utah Division of Public Utilities
2nd week in April	Land and Water Fund of the Rockies
4th week in April	PacifiCorp
2nd week in May	The Utah Division of Energy
4th week in May	The Committee of Consumer Services
2nd week in June	Mountain Fuel Supply Company
4th week in June	The Utah Public Service Commission

This schedule can be discussed at the upcoming scheduling conference. Other parties interested in sponsoring a conference are encouraged to do so. The Division would like parties intending to sponsor a conference to convey possible topics under consideration for that conference on March 8th.

As indicated in the enclosed paper, the Division recommends that this process be used to comply with provisions of the 1992 Energy Policy Act that require states to hold hearings to consider cost recovery of DSR. Mr. Dennis Steinberg, Vice President of Power Systems and Development for PacifiCorp, will make a presentation on Wednesday, March 10th, at 1:00 p.m. in the Heber Wells Building, Room 427, regarding the Act and the impact on PacifiCorp.

The Division appreciates your efforts in facilitating the Technical Conference/Collaborative Process.

Sincerely,



Frank Johnson
Director

cc: All parties to Docket No. 90-2035-01 and
Docket No. 92-2035-07