

BILL THOMAS PETERS - 2574
DAVID W. SCOFIELD - 4140
PARSONS, DAVIES, KINGHORN & PETERS
185 South State Street, Suite 700
Salt Lake City, Utah 84111
Telephone: (801) 363-4300
Attorneys for Petitioner Emery County

BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of PacifiCorp and Scottish Power plc for an Order Approving the Issuance of PacifiCorp Common Stock	Docket No. 98-2035-04 PETITION TO INTERVENE
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Emery County, a political subdivision of the State of Utah, by and through its attorney Bill Thomas Peters, of Parsons Davies Kinghorn & Peters, and pursuant to Utah Code Ann. § 63-46b-9 and Rule R746-100-7, respectfully petitions the Public Service Commission of Utah for leave to intervene in this proceeding. In support of this Petition, Petitioner states as follows:

1. Petitioner is a political subdivision of the State of Utah.

1. As a political subdivision of the State of Utah, Petitioner has the authority to assess and collect and distribute an ad valorem property tax upon the taxable value of all taxable property located within Emery County, State of Utah.

1. PacifiCorp is the owner and operator of major power generating facilities located within Emery County, State of Utah which are subject to property tax. As a result of said location, in excess of 80% of the annual property tax revenues received within Emery County and the political subdivisions for which Emery County collects an ad valorem tax are collected from PacifiCorp upon the value of its power production, transmission and coal facilities located within Emery County,

State of Utah. Any substantial change in ownership of PacifiCorp pursuant to the proposed acquisition by Scottish Power could have a substantial corresponding impact upon the fair market value of said properties for purposes of taxation revenues to be received by Emery County and its political subdivisions and taxing districts.

1. Emery County, for and in behalf of itself, as well as for the political subdivisions, including its special service district and other taxing districts located within Emery County, has a fiduciary responsibility to assess, collect and distribute said tax revenues. See Board of Education Granite School District v. Salt Lake County, 659 P.2d 1030 (Utah 1983).

1. The legal rights and interests of Petitioner may be substantially affected by this proceeding.

1. Petitioner has not fully determined the specific position it will take or the relief it will seek. However, Petitioner seeks to intervene for purposes of protecting its interests as well as the interests of the taxing districts within Emery County for which Emery County must assess, collect and distribute tax revenues and as said interest may appear, and in particular issues of relevance to large electric power generating facilities and the impact of the proposed acquisition upon the fair market value of said facilities. In that regard, the following initial list of issues should be explored:

- (1) How was PacifiCorp valued by Scottish power when the merger price was determined?
- (2) Were PacifiCorp U.S. electric operations valued separately? If so, how were they valued?
- (3) Were PacifiCorp's U.S. electric operations valued in a more itemized manner (e.g. by state, by function such as generation, transmission, or

distribution). If so, how were these itemized assets valued? And, what was the value of each?

(1) How did PacifiCorp value PacifiCorp when the merger price was determined?

(2) Were PacifiCorp U.S. electric operations valued separately? If so, how were they valued?

(3) Were U.S. electric operations valued in a more itemized manner (e.g. by state, by function such as generation, transmission, or distribution). If so, how were these itemized assets valued? And, what was the value of each?

(1) In evaluating the merger, did Scottish Power consider future divestiture of any PacifiCorp assets? If so, which assets, and what was the assumed divestiture price?

1. Petitioner reserves the right to raise additional issues which may become apparent during these proceedings.

8. In the interest of justice and the orderly and prompt conduct of this proceeding will not be materially impaired by allowing Petitioner to intervene. Petitioner can meet the schedule established in this case.

9. Notices of this proceeding should be sent to the following:

Bill Thomas Peters
David W. Scofield
PARSONS DAVIES KINGHORN & PETERS
185 South State Street, Suite 700
Salt Lake City, Utah 84111
Telephone: (801) 363-4300
Facsimile: (801) 363-4378

Jim Matheson
Dr. Robert Malko
The Matheson Group
466 East 500 South, Suite 200
Salt Lake City, Utah 84111
Telephone: (801) 994-3473

WHEREFORE, Petitioner requests leave to intervene in this proceeding to protect its interests and the interests of the other taxing entities within Emery County for whom Petitioner has statutory responsibility to assess, collect and distribute ad valorem property taxes, and for such other interests as they may appear.

DATED this 2 day of February, 1999.

PARSONS DAVIES KINGHORN & PETERS

Bill Thomas Peters

CERTIFICATE OF SERVICE

I hereby certify that I caused to be mailed, postage prepaid, a true and correct copy of the foregoing PETITION TO INTERVENE, to the following this 2 day of February, 1999.

Gary A. Dodge
PARR WADDOUPS BROWN GEE & LOVELESS
185 South State Street, Suite 1300
Salt Lake City, Utah 84111-1536

Edward Hunter
John Eriksson
STOEL RIVES
201 South Main Street, Suite 1100
Salt Lake City, Utah 84111

Michael Ginsberg
ASSISTANT ATTORNEY GENERAL
500 Heber M. Wells Building
160 East 300 South
Salt Lake City, Utah 84111

Doug Tingey
ASSISTANT ATTORNEY GENERAL
Committee of Consumer Services
160 East 300 South
Salt Lake City, Utah 84111

Peter J. Mattheis
Dean S. Brockbank
BRICKFIELD, BURCHETTE & RITTS, P.C.
1025 Thomas Jefferson Street, N.W.
800 West Tower
Washington, D.C. 20007

Dave Blackwell
EMERY COUNTY ATTORNEY
P.O. Box 249
Castle Dale, Utah 84513

Stephen R. Randle
RANDLE, DEAMER, ZARR, ROMRELL & LEE, P.C.
139 East South Temple, Suite 330
Salt Lake City, Utah 84111-1004

Daniel Moquin
ASSISTANT ATTORNEY GENERAL
1594 West North Temple, Suite 300
Salt Lake City, Utah 84116

Brian W. Burnett
CALLISTER NEBEKER & McCULLOUGH
Gateway Tower East Suite 900
10 East South Temple
Salt Lake City, Utah 84133

Dr. Charles E. Johnson
THE THREE PARTIES
1338 Foothill Blvd., suite 134
Salt Lake City, Utah 84108

Lee R. Brown
V.P. Contracts, Human Resources
PUBLIC & GOVERNMENT AFFAIRS
238 North 2200 West
Salt Lake City, Utah 84116

Eric Blank
LAND AND WATER FUND OF THE ROCKIES
2260 Baseline Road, Suite 200
Boulder, Colorado 80302

Robert Green
SCOTTISH POWER PLC
121 SW Morrison, Suite 1800
Portland, Oregon 97204

CERTIFICATE OF SERVICE Continued

Lawrence H. Reichman
PERKINS COLE LLP
1211 SW Fifth Avenue, Suite 1500
Portland, Oregon 97204-3715

Anne E. Eakin
Vice President, Regulation
PACIFICORP
825 NE Multnomah Street
Portland, Oregon 97332

D. Douglas Larson
Director, Regulatory Policy
PACIFICORP
One Utah Center, Suite 2200
201 South Main
Salt Lake City, Utah 84140-2000

Bill Thomas Peters