

- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

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In the Matter of the Application of PacifiCorp )  
for Approval of Electric Service Schedule 72, )  
New Wind, Geothermal and Solar Power Rider, )  
Optional Bulk Purchase )

DOCKET NO. 04-035-T07

REPORT AND ORDER

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ISSUED: June 29, 2004

By The Commission:

On May 27, 2004, PacifiCorp filed with the Commission a request for approval of new Electric Service Schedule No. 72, New Wind, Geothermal and Solar Power Rider - Optional Bulk Purchase Option, with an effective date of July 1, 2004. PacifiCorp states that the purpose of this filing is to allow PacifiCorp to offer large customers a renewable energy bulk purchase option. This voluntary option is represented as a more cost effective way for businesses to make significant renewable energy purchases and meet their own environmental goals. The revenues from this product will be used to purchase bundled energy or tradable renewable energy certificates and used to cover the costs associated with making the option available to this customer segment. The proposed Schedule 72, in response to interest expressed by large customers, offers a less expensive alternative for bulk purchases than existing optional renewable Schedule 70. Proposed Schedule 72 requires a minimum annual purchase of 121,200 kWh with a one year commitment and an annual fixed charge, while existing Schedule 70 requires a minimum purchase of only 100 kWh and can be terminated anytime. The proposed Schedule 72 charges are in addition to all other charges contained in a customer's applicable tariff schedule for electricity and will be applied to the customer's bill regardless of actual energy consumption.

On June 17, 2004, the Division of Public Utilities ("Division") filed a memorandum recommending approval of PacifiCorp's proposed new Electric Service Schedule 72, as filed effective July 1, 2004. The Division states

that the proposed Schedule 72 is a voluntary program that responds to large customer requests for a lower price for large bulk purchases of renewable energy. The program is available to customers receiving service under Rate Schedules 6, 6A, 6B, 9, 9A, 10, 21, 23, 23B or 25 and offers the choice of billing for the renewable energy either monthly, semi-annually or annually. Energy purchases made on behalf of participating customers will be done in conjunction with the standard Blue Sky (Electric Service Schedule 70) renewable energy purchases. The bundled energy will be delivered to the PacifiCorp system within two years of when the energy was purchased by the customer. The renewable energy linked to the renewable energy certificates will be generated within 18 months from the date of customer purchase. The Division indicates that the sources of the purchased renewable energy will be from the Western Electricity Coordinating Council (WECC) region with a preference to the states within PacifiCorp's jurisdiction.

This voluntary program allows individual customers to purchase additional renewable energy beyond the levels already included in PacifiCorp's normal rates for electricity. We find the Division's recommendation for approval reasonable and in the public interest.

### ORDER

NOW, THEREFORE, IT IS HEREBY ORDERED, that:

PacifiCorp's new Electric Service Schedule 72, New Wind, Geothermal and Solar Power Rider - Optional Bulk Purchase Option, is hereby approved with an effective date of July 1, 2004.

DATED at Salt Lake City, Utah, this 29<sup>th</sup> day of June, 2004.

/s / Ric Campbell, Chairman

/s / Constance B. White, Commissioner

/s / Ted Boyer, Commissioner

Attest:

/s/ Julie Orchard  
Commission Secretary

G#39061