

- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

In the Matter of the Advice Filing No.)
06-09 of PacifiCorp d.b.a. Rocky)
Mountain Power for Approval to Offer a)
Comprehensive Energy Efficiency)
Program to Its Utah Residential)
Customers)

DOCKET NO. 06-035-T08

ORDER APPROVING TARIFF

ISSUED: October 5, 2006

By The Commission:

On August 15, 2006, PacifiCorp d.b.a. Rocky Mountain Power (“Company”) submitted Advice No. 06-09 regarding a proposed new tariff associated with Tariff P.S.C.U. No. 46 of Utah Power & Light Company. The new tariff, Electric Service Schedule No. 111, offers a comprehensive energy efficiency program to its residential customers. According to the Advice, this program, called the Home Energy Savings Incentive Program (“Program”), will provide a broad platform for delivery of energy efficiency incentives and is designed to provide energy efficiency participation opportunities to virtually all residential customers with a new or existing home, multi-family unit or manufactured home. Over the initial three and a quarter year planning period, the Program is forecasted to cost about \$14 million, achieve about 43,000 megawatt hours of energy savings and 9.5 megawatts of permanent peak capacity reduction. The Program is forecasted to pass all demand-side resource benefit-cost tests and produce energy savings at a levelized utility cost of about \$36 per megawatt hour. Petitioner has requested an effective date of September 14, 2006, for this new tariff.

DOCKET NO. 06-035-T08

-2-

The Division of Public Utilities (“Division”) was asked to investigate this request and filed a memorandum on September 7, 2006, recommending the Commission not approve the Program and accompanying tariff unless the tariff specifies that any future changes to the program shall be filed with and approved by the Commission. Additionally, the Division recommended three changes be made prior to approval of the Home Energy Savings Incentive Program.

On September 20, 2006, the Company filed replacement pages to address the Division’s recommendations. In this filing, the Company is required to file and receive approval for any subsequent changes made to incentive levels offered in the Program. Proposed changes will be provided to the Demand Side Management Advisory Group for comments in advance of the filing. The Company requests the budget for the Program be managed in a similar manner to its other programs, i.e., outside of the Commission approval process.

On September 21, 2006, the Commission requested Division review of the replacement pages, suspended Electric Service Schedule No. 111, and received the Division’s recommendations regarding the filed replacement pages. The Division recommends approval effective September 14, 2006, with the condition that the Company shall provide notice to the Utah Demand Side Management Advisory Group and other interested parties of proposed changes to program details and seek comments prior to filing the changes with the Commission.

Based upon the pleadings filed herein, the Commission approves the tariff filing subject to the condition that the Company shall provide notice to the Utah Demand Side Management Advisory Group and other interested parties of any proposed changes to program

DOCKET NO. 06-035-T08

-3-

details and seek comments prior to filing a request for approval of changes with the Commission. Further, we note for Company correction, the replacement tariff sheets incorrectly reference Advice No. 06-11 rather than the correct Advice No. 06-09 associated with this docket.

ORDER

NOW, THEREFORE, IT IS HEREBY ORDERED that the proposed Pacificorp d.b.a. Rocky Mountain Power tariff filing of September 20, 2006, Electric Service Schedule No. 111, Home Energy Savings Incentive Program, is approved, effective September 14, 2006, with the conditions and corrections noted herein.

Dated at Salt Lake City, Utah, this 5th day of October, 2006.

/s/ Ric Campbell, Chairman

/s/ Ted Boyer, Commissioner

/s/ Ron Allen, Commissioner

Attest:

/s/ Julie Orchard
Commission Secretary
G#50813