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MEMORANDUM

To: Utah Public Service Commission

From: Utah Division of Public Utilities
Philip Powlick, Director
Energy Section
Artie Powell, Manager
Abdinasir Abdulle, Technical Consultant
Charles Peterson, Technical Consultant

Date: June 2, 2008

Ref: Docket No. 03-035-14. Quarterly Compliance Filing – Avoided Cost Input Changes

RECOMENDATIONS

The Division has reviewed the PacifiCorp's Quarterly Avoided Cost Compliance filing and recommends that the Commission acknowledge that the filing is in compliance with the Commission filing requirements in this Docket.

BACKGROUND AND DISCUSSION

In an order in Docket No. 03-035-14 dated October 31, 2006, the Commission ordered Rocky Mountain Power:

To keep a record of any changes, including data inputs, made to the Proxy and GRID models used in this case. The Company shall notify the Commission and Division of any updates they make to the models used in the approved Proxy and PDDRR methods

In compliance with the above Commission Order, On April 3, 2008, RMP filed its Quarterly Compliance – Avoided Cost Input Changes. In an Action Request dated April 4, 2008, the Commission requested that the Division review these updates and report its

findings to the Commission by June 3, 2008. This memo contains the Division's review of RMP's Quarterly Compliance Filing dated April 3, 2008.

After reviewing the Company's compliance filing, the Division concluded that the Company has made no changes to the GRID model and the avoided cost modeling and assumptions from the November 2007 filing.

CC: Rea Petersen, DPU
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