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October 28, 2015

VIA ELECTRONIC AND U.S. MAIL

PUC Filing Center
Public Utility Commission of Oregon
PO Box 1088
Salem, OR 97308-1088

Re: UM 1725 – In the Matter of IDAHO POWER COMPANY Application to Lower Standard Contract Eligibility Cap and to Reduce the Standard Contract Term

Attention Filing Center:

Attached for filing in the above-referenced docket is an electronic copy of Idaho Power Company's Motion for Leave to File Supplemental Testimony and the Supplemental Reply Testimony of Randy Allphin.

Please contact this office with any questions.

Very truly yours,

Wendy McIndoo Wendy McIndoo Office Manager

Enclosures

1		CUTILITY COMMISSION REGON
2	UM	1725
3		
4	In the Matter of	IDAHO POWER COMPANY'S MOTION FOR LEAVE TO FILE SUPPLEMENTAL
5	IDAHO POWER COMPANY	TESTIMONY
6	Application to Lower Standard Contract Eligibility Cap and to Reduce the	
7	Standard Contract Term.	
8	Pursuant to OAR 860-001-0420,	Idaho Power Company ("Idaho Power" or
9	"Company") hereby submits to the Public	Utility Commission of Oregon ("Commission")
10	this Motion for Leave to File Supplemental	Testimony.
11	The Company's Supplemental Re	eply Testimony of Randy Allphin, which is
12	attached to this motion, updates data alre	ady in the record describing the status of QF
13	development on Idaho Power's system.1	Since the Company filed its reply testimony on
14	September 18, 2015, there have been sign	nificant changes in the number of executed QF
15	contracts and outstanding QF proposals	in its Idaho and Oregon jurisdictions. The
16	Company's supplemental testimony is high	ly relevant to the issues in this proceeding and
17	will ensure that the Commission's decision	n in this case is based on an up-to-date and
18	accurate record.	
19	The Company commits to respo	nding to any data requests related to its
20	supplemental testimony on an expedited ba	sis.
21	For these reasons, Idaho Power re	quests that the Commission grant this motion
22	and accept the attached testimony for filing.	
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25		
26	¹ See Idaho Power/106.	

1	Respectfully submitted this 28 th da	y of October, 2015.
2		McDowell Rackner & Gibson PC
3		$\Omega I A =$
4		Lisa F. Rackner
5		Adam Lowney
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10		Attorneys for Idaho Power Company
11		Attorneys for idano i ower company
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Idaho Power/500 Witness: Randy Allphin

BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

UM 1725

In the Matter of

IDAHO POWER COMPANY,

Application to Lower Standard Contract
Eligibility Cap and to Reduce the Standard
Contract Term, for Approval of Solar
Integration Charge, and for Change in
Resource Sufficiency Determination.

IDAHO POWER COMPANY SUPPLEMENTAL REPLY TESTIMONY

OF

RANDY ALLPHIN

October 28, 2015

Α.

Q. Please state your name and business address.

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My name is Randy Allphin. My business address is 1221 West Idaho Street, Boise, Idaho 83702.

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Q. By whom are you employed and in what capacity?

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A. I am employed by Idaho Power Company ("Idaho Power" or "Company") as the Energy Contracts Coordinator Leader.

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Q. Are you the same Randy Allphin that filed Direct Testimony in this matter?

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A. Yes.

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Q. What is the purpose of your supplemental reply testimony?

10 11 A. The purpose of my supplemental reply testimony is to update the Public Utility

Commission of Oregon ("Commission") and the parties regarding factual

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developments that have occurred since the Company filed its reply testimony on

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September 18, 2015. Since that date, there have been significant changes in the level

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of QF development in both Idaho and Oregon. The purpose of my supplemental

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Q.

testimony is simply to update the current level of QF development facing the Company.

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A. Yes. Attached to this testimony is an exhibit (Idaho Power/501) that describes the

Have you prepared an exhibit summarizing the changes that have occurred?

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current status, as of October 22, 2015, of all of the QF projects that were proposed as

19 20 of May 18, 2015, along with an updated list of new QF projects that were not included

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in the Company's previous testimony. 1 This exhibit shows that while this case has

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been pending, Idaho Power has been required to execute additional Oregon QF solar contracts. In addition, in both Oregon and Idaho, the Company has received new solar

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QF proposals, while numerous other solar QF proposals have been formally withdrawn

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¹ In my direct testimony I included a similar table as of April 18, 2015. See Idaho Power/106. Through discovery, the Company provided the same information as of May 18, 2015. Therefore, the updated table is based on the information provided to the parties as of May 18, 2015.

or labeled "inactive" due to an extended period of inactivity, which coupled with the current changes in QF regulations, indicate that these QF projects are most likely not being actively developed at this time.

Q. Please describe the changes that have occurred in Idaho.

A. As I discussed in my reply testimony, on August 15, 2015, the Idaho Public Utilities Commission ("IPUC") issued its final order reducing the Company's maximum contract term from 20 to two years for solar and wind projects with greater than 100 kW nameplate rating.² Following the IPUC final order Idaho Power contacted the developers for all Idaho proposed projects that had received indicative pricing and informed them that the previous indicative pricing was no longer valid. We instructed the developers that if they wished to proceed with their projects, and receive new two year indicative pricing proposals, they needed to inform Idaho Power of such desire no later than September 23, 2015. As of the date of my reply testimony (September 18, 2015) only one 80 MW project had notified Idaho Power that it did *not* wish to proceed with its proposed project.

Q. Since September 18, 2015, have other developers also indicated that they no longer intend to pursue QF contracts with for projects located in Idaho?

A. Yes. Developers either affirmatively withdrew their projects or did not respond, in which case Idaho Power advised the non-responsive developer that its lack of response was assumed to be a withdrawal. As shown on Idaho Power/501, of the original 1,081 MW of Idaho solar QFs in development as of May 18, only two projects totaling 40 MW are still active. Neither of these projects have an executed contract.

² In the Matter of Idaho Power Company's Petition to Modify Terms and Conditions of PURPA Purchase Agreements, Case No. IPC-E-15-01, Order No. 33357 (Aug. 20, 2015).

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Since the IPUC issued its order shortening the contract term, has the Company received any additional requests for contracts in Idaho?

Yes. On August 31, 2015, the Company received a request for a contract for a 16 MW solar project proposal, which has an estimated two year contractual obligation of \$2,300,000. This newly proposed project has provided a complete request for negotiated avoided cost values.

Q. Please describe the changes that have occurred in Oregon.

A. Two important developments have occurred since I filed my reply testimony on September 18. First, as required by the interim relief required by Order 15-199, the Company executed and filed with the Commission nine negotiated solar QF contracts, which have a total nameplate capacity of 69 MW. These nine contracts consist of three projects from Gardner Capital and six projects from Pacific Northwest Solar. For these nine projects, there is an estimated contract obligation of approximately \$200,000,000 for the 20-year term.

In addition to these nine QFs, there is also one additional 10 MW solar QF that had requested a contract in April that is still actively being developed, but has not yet executed a contract. Thus, of the 265 MW of solar projects actively seeking contracts as of May 2018, 69 MW (26%) is now under contract and 10 MW is still being actively pursued.

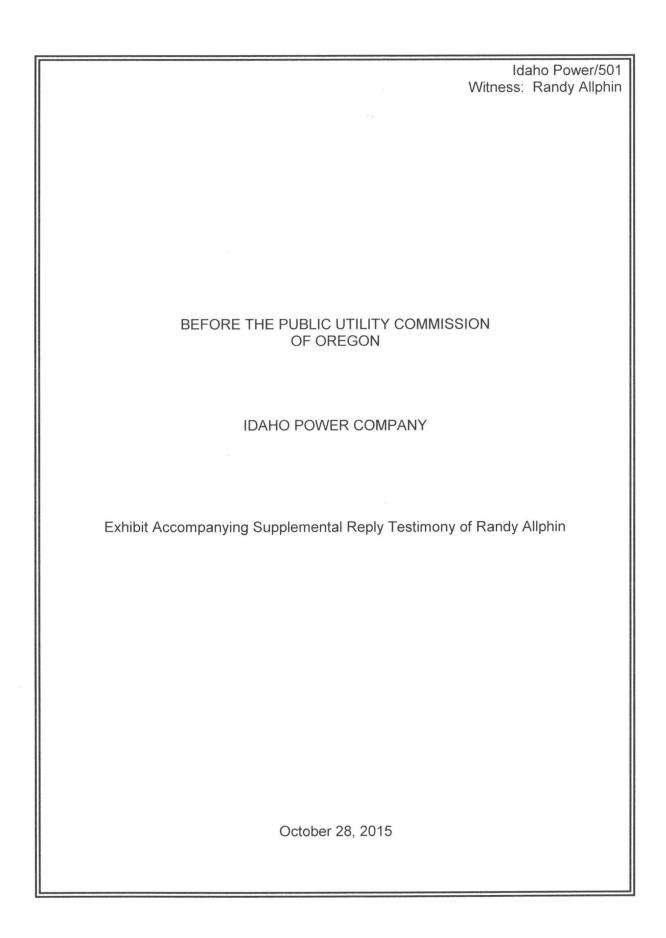
Q. What is the second important development in Oregon?

A. On September 15, 2015, the Company received new Oregon proposals from 10 QFs, with a total nameplate capacity of 77.4 MW. Of these 10 QF projects, eight are greater than 3 MW and are therefore ineligible for standard contracts under the Commission's interim relief set forth in Order No. 15-199. All of the 10 projects have a scheduled operation date of July 31, 2017. These 10 QFs have an estimated 20-year contractual obligation of approximately \$224,000,000, as compared to a two-year estimated

obligation of \$11,600,000. All of these projects have requested interconnection with Idaho Power and one has also requested negotiated avoided costs. When this additional 77.4 MW is added to the 69 MW that is now under contract—the total volume of solar QF generation that the Company now has under development equals 146.4 MW. This number represents over 55% of the 265 MW of solar project originally proposed—all of which has been either executed or initiated after the Commission issued the order for interim relief.

Q. Does this conclude your testimony?

A. Yes.



Idaho Power Company Proposed PURPA Solar - As of May 18, 2015 Idaho												d as of 2, 2015
Project Name	Project Developer	MWac	Term (Years)	State	Indicative Pricing request or an ESA Request Date	Date a draft ESA was provided	Date a final ESA was provided	Estimated Operation Date	Estimated Obligation (includes integration)	Estimated 2 Year Obligation (includes integration)	Status	Active Proposed MW
Project A1	Developer A	80	20	Idaho	06/30/2014	9/5/2014	No	12/01/16	\$213,159,625	\$9,052,344	Withdrawn	
Project A2	Developer A	28	20	Idaho	07/28/2014	No	No	12/01/16	\$62,482,130	\$2,843,077	Inactive	
Project A3	Developer A	30	20	Idaho	Other Inquiry	No	No	12/31/16	\$40,316,768	\$2,110,838	Inactive	
Project A4	Developer A	30	20	Idaho	Other Inquiry	No	No	12/31/16	\$40,316,768	\$2,110,838	Withdrawn	
Project B1	Developer B	20	20	Idaho	10/10/2014	No	No	10/30/16	\$48,378,647	\$2,408,124	Withdrawn	
Project B2	Developer B	20	20	Idaho	10/10/2014	No	No	10/30/16	\$45,549,075	\$2,277,533	Withdrawn	
Project C1	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$53,382,246	\$2,318,923	Withdrawn	
Project C2	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$53,283,030	\$2,337,229	Withdrawn	
Project C3	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$49,203,964	\$2,150,196	Withdrawn	
Project C4	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$49,360,962	\$2,148,558	Withdrawn	
Project C5	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$48,760,343	\$2,084,643	Withdrawn	
Project C6	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$51,486,567	\$2,208,705	Withdrawn	
Project C7	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$51,493,788	\$2,178,763	Withdrawn	
Project C8	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$51,355,246	\$2,169,541	Withdrawn	
Project C9	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$51,797,625	\$2,148,386	Withdrawn	
Project C10	Developer C	20	20	Idaho	12/18/2014	No	No	12/31/16	\$48,438,230	\$2,048,049	Withdrawn	
Project D1	Developer D	6	20	Idaho	03/20/2015	No	No	12/31/16	\$8,063,354	\$422,168	Withdrawn	STOLEN
Project D2	Developer D	7.5	20	Idaho	03/20/2015	No	No	12/31/16	\$10,079,192	\$527,709	Withdrawn	
Project D3	Developer D	10	20	Idaho	03/02/2015	No	No	12/31/16	\$14,413,193	\$810,279	Withdrawn	
Project D4	Developer D	10	20	Idaho	03/02/2015	No	No	12/31/16	\$14,412,285	\$806,685	Withdrawn	
Project E1	Developer E	13	20	Idaho	Other Inquiry	No	No	12/31/16	\$17,470,600	\$914,696	Withdrawn	
Project E2	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E3	Developer E	13	20	Idaho	Other Inquiry	No	No	12/31/16	\$17,470,600	\$914,696	Withdrawn	
Project E4	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E5	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E6	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E7	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E8	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E9	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E10	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E11	Developer E	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn	
Project E12	Developer E	13	20	Idaho	Other Inquiry	No	No	12/31/16	\$17,470,600	\$914,696	Withdrawn	
Project F1	Developer F	70	20	Idaho	Other Inquiry	No	No	12/31/16	\$94,072,460	\$4,925,289	Inactive	
Project G1	Developer G	3	20	Idaho	Other Inquiry	No	No	12/31/16	\$4,031,677	\$211,084	Inactive	
Project H1	Developer H	1	20	Idaho	06/02/2014	No	No	12/31/16	\$1,343,892	\$70,361	Inactive	
Project I1	Developer I	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Inactive	
Project B3	Developer B	20	5	Idaho	01/28/2015	No	No	12/31/16	\$42,588,215	\$2,059,783	Withdrawn	
Project B4	Developer B		5	Idaho	01/28/2015	5000	100	12/31/16	\$42,415,239	Arms warness controls	Withdrawn	
	50 00 0	20		L 0 55		No No	No		ti come comence e tre	\$2,053,467		
Project B5	Developer B	50	5	Idaho	01/28/2015	No No	No	12/31/16	\$103,750,045	\$4,820,801	Withdrawn	
Project B6	Developer B	40	5	Idaho	01/28/2015	No No	No	12/31/16	\$80,232,480	\$3,666,449	Withdrawn	
Project D5	Developer D	10	20	Idaho	02/17/2015	No	No	12/31/16	\$19,377,901	\$1,001,813	Withdrawn	
Project D6	Developer D	10	20	Idaho	02/17/2015	No	No	12/31/16	\$18,700,526	\$968,550	Withdrawn	
Project L1	Developer L	28	20	Idaho	Other Inquiry	No	No	12/31/16	\$37,628,984	\$1,970,115	Inactive	
Project L2	Developer L	28	20	Idaho	01/22/2015	No	No	12/31/16	\$37,628,984	\$1,970,115	Inactive	
Project L3	Developer L	80	20	Idaho	02/02/2015	No	No	12/31/16	\$107,511,382	\$5,628,901	Inactive	
Project O1	Developer O	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Active	20
Project O2	Developer O	20	20	Idaho	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Active	20

Subtotal 1081 \$1,969,960,769 \$94,140,109 40

Idaho Power Company Proposed PURPA Solar - As of May 18, 2015 <u>Oregon</u>												Updated As of October 22, 2015	
Project Name	Project Developer	MWac	Term (Years)	State	ESA Request Date	Date a draft ESA was provided	Date a final ESA was provided	Estimated Operation Date	Estimated Obligation	Estimated 2 Year Obligation	Status	Active Proposed MW	
Project J1	Developer J	10	20	Oregon	11/11/2014	12/2/2014	No	06/15/16	\$30,325,795	\$2,008,461	Withdrawn		
Project E13	Developer E	20	20	Oregon	Other Inquiry	No	No	12/31/16	\$26,877,846	\$1,407,225	Withdrawn		
Project K1	Developer K	10	20	Oregon	11/12/2013	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K2	Developer K	10	20	Oregon	Other Inquiry	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K3	Developer K	10	20	Oregon	11/12/2013	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K4	Developer K	10	20	Oregon	Other Inquiry	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K5	Developer K	10	20	Oregon	09/19/2013	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K6	Developer K	10	20	Oregon	Other Inquiry	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K7	Developer K	10	20	Oregon	08/23/2013	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K8	Developer K	10	20	Oregon	Other Inquiry	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K9	Developer K	10	20	Oregon	Other Inquiry	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project K10	Developer K	10	20	Oregon	08/23/2013	No	No	12/31/16	\$31,934,668	\$2,186,583	Inactive		
Project M1	Developer M	5	20	Oregon	04/07/2015	No	No	12/31/16	\$15,967,334	\$1,093,292	Withdrawn		
Project M2	Developer M	10	20	Oregon	04/07/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Withdrawn		
Project M3	Developer M	10	20	Oregon	04/07/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Signed Contract		
Project M4	Developer M	5	20	Oregon	04/07/2015	No	No	12/31/16	\$15,967,334	\$1,093,292	Signed Contract		
Project M5	Developer M	10	20	Oregon	04/07/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Withdrawn		
Project M6	Developer M	10	20	Oregon	05/06/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Signed Contract		
Project N1	Developer N	5	20	Oregon	04/16/2015	No	No	12/31/16	\$15,967,334	\$1,093,292	Signed Contract		
Project N2	Developer N	10	20	Oregon	04/27/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Withdrawn		
Project N3	Developer N	10	20	Oregon	04/27/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Signed Contract		
Project N4	Developer N	10	20	Oregon	04/27/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Signed Contract		
Project N5	Developer N	10	20	Oregon	04/27/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Signed Contract		
Project N6	Developer N	10	20	Oregon	04/27/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Signed Contract		
Project N7	Developer N	6	20	Oregon	04/27/2015	No	No	12/31/16	\$19,160,801	\$1,311,950	Withdrawn		
Project N8	Developer N	4	20	Oregon	04/27/2015	No	No	12/31/16	\$12,773,867	\$874,633	Withdrawn		
Project N9	Developer N	10	20	Oregon	04/27/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Signed Contract		
Project P1	Developer P	10	20	Oregon	04/27/2015	No	No	12/31/16	\$31,934,668	\$2,186,583	Active	10	

Total 1,346 \$2,777,629,108 \$148,940,498

\$807,668,339

\$54,800,389

Subtotal 265

Signed contracts

Project Name	Project Developer	MWac	Term (Years)	State	ESA Request Date	Date a draft ESA was provided	Date a final ESA was provided	Estimated Operation Date	Estimated 20 Year Obligation	Estimated 2 Year Obligation	Status	MW of final signed contract
Project M3	Developer M	10	20	Oregon	04/07/2015	9/28/2015	9/28/2015	12/31/16	\$29,386,410	\$1,672,691	Signed Contract	10
Project M4	Developer M	5	20	Oregon	04/07/2015	9/28/2015	9/28/2015	12/31/16	\$14,553,402	\$824,613	Signed Contract	5
Project M6	Developer M	10	20	Oregon	05/06/2015	9/28/2015	9/28/2015	12/31/16	\$29,742,547	\$1,687,765	Signed Contract	10
Project N1	Developer N	5	20	Oregon	04/16/2015	7/28/2015	9/9/2015	12/31/16	\$13,358,301	\$767,881	Signed Contract	5
Project N3	Developer N	10	20	Oregon	04/27/2015	8/3/2015	9/9/2015	12/31/16	\$10,652,073	\$609,223	Signed Contract	4
Project N4	Developer N	10	20	Oregon	04/27/2015	8/3/2015	9/9/2015	12/31/16	\$29,913,809	\$1,704,151	Signed Contract	10
Project N5	Developer N	10	20	Oregon	04/27/2015	8/3/2015	9/9/2015	12/31/16	\$29,940,932	\$1,695,286	Signed Contract	10
Project N6	Developer N	10	20	Oregon	04/27/2015	8/3/2015	9/9/2015	12/31/16	\$13,378,588	\$760,665	Signed Contract	5
Project N9	Developer N	10	20	Oregon	04/27/2015	8/3/2015	9/9/2015	12/31/16	\$29,880,577	\$1,701,577	Signed Contract	10

Subtotal \$200,806,639 \$11,423,852 69

New Project Requests

Project Name	Project Developer	MWac	Term (Years)	State	ESA Request Date	Date a draft ESA was provided	Date a final ESA was provided	Estimated Operation Date	Estimated 20 Year Obligation	Estimated 2 Year Obligation	Status	Active Proposed MW
Project M7	Developer M	16	2	Idaho	08/31/2015			12/30/2016	N/A	\$2,338,515	Active	16
Project P2	Developer P	10	20	Oregon	09/15/2015			07/31/17	\$29,010,268	\$1,505,176	Active	10
Project P3	Developer P	10	20	Oregon				07/31/17	\$29,010,268	\$1,505,176	Active	10
Project P4	Developer P	6	20	Oregon			=	07/31/17	\$17,406,161	\$903,106	Active	6
Project P5	Developer P	8.25	20	Oregon				07/31/17	\$23,933,471	\$1,241,770	Active	8.25
Project P6	Developer P	7.15	20	Oregon				07/31/17	\$20,742,342	\$1,076,201	Active	7.15
Project P7	Developer P	10	20	Oregon				07/31/17	\$29,010,268	\$1,505,176	Active	10
Project P8	Developer P	3	20	Oregon				07/31/17	\$8,703,080	\$451,553	Active	3
Project P9	Developer P	3	20	Oregon				07/31/17	\$8,703,080	\$451,553	Active	3
Project P10	Developer P	10	20	Oregon				07/31/17	\$29,010,268	\$1,505,176	Active	10
Project P11	Developer P	10	20	Oregon				07/31/17	\$29,010,268	\$1,505,176	Active	10

Subtotal \$224,539,474 \$13,988,577 93.4