

July 31, 2012

***VIA ELECTRONIC FILING  
AND OVERNIGHT DELIVERY***

Oregon Public Utility Commission  
550 Capitol Street NE, Ste 215  
Salem, OR 97301-2551

Attn: Filing Center

**RE: Application of Pacific Power  
Docket UM 1102(9)**

Enclosed for filing by PacifiCorp dba, Pacific Power, is an Application for Reauthorization of Deferred Accounting Regarding Intervenor Funding Grants. Also attached is the Notice of Application by PacifiCorp, pursuant to OAR 860-027-0300(3)(e). An original and five copies will be provided via overnight delivery.

The company respectfully requests that data requests regarding this matter be addressed to:

By E-mail (preferred): [datarequest@pacificorp.com](mailto:datarequest@pacificorp.com).

By regular mail: Data Request Response Center  
PacifiCorp  
825 NE Multnomah, Suite 2000  
Portland, OR 97232

Other questions with respect to this filing may be directed to Bryce Dalley, Director, Regulatory Affairs & Revenue Requirement at (503) 813-6389.

Respectfully,



William R. Griffith  
Vice President, Regulation

Enclosures

cc: UM 1102 Service List  
UE 246 Service List

## CERTIFICATE OF SERVICE

I hereby certify that I served a true and correct copy of the foregoing document, in Docket UE 246 and UM 1102, on the date indicated below by email, addressed to said parties at his or her last-known address(es) indicated below.

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DATED: July 31, 2012

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Carrie Meyer  
Coordinator, Regulatory Operations

**BEFORE THE PUBLIC UTILITY COMMISSION  
OF OREGON**

**UM 1102(9)**

In the Matter of the Application of  
PACIFICORP for Reauthorization of  
Deferred Accounting Regarding Intervenor  
Funding Grants.

**APPLICATION OF PACIFICORP**

1 Pursuant to ORS 757.259 and OAR 860-027-0300, PacifiCorp, d.b.a. Pacific Power  
2 (or Company), files this application (Application) with the Public Utility Commission of  
3 Oregon (Commission) for an order reauthorizing the Company to record and defer, on an  
4 ongoing basis, the cost of intervenor funding grants under ORS 757.259(3). The Company  
5 respectfully requests reauthorization for a 12-month period commencing August 1, 2012.

6 In support of this Application, and in accordance with OAR 860-027-0300 (3) & (4),  
7 PacifiCorp states:

8 **A. PacifiCorp**

9 PacifiCorp is a public utility in the state of Oregon and is subject to the jurisdiction of  
10 the Commission with regard to rates, service, and accounting practices. PacifiCorp also  
11 provides retail electricity service in the states of California, Idaho, Utah, Washington, and  
12 Wyoming.

13 **B. Statutory Authority**

14 This Application is filed pursuant to ORS 757.259, which authorizes the deferral of  
15 expenses or revenues of a public utility for later incorporation in rates.

16 **C. Communications**

17 Communications regarding this Application should be addressed to:

PacifiCorp Oregon Dockets  
PacifiCorp  
825 NE Multnomah, Suite 2000  
Portland, OR 97232  
Telephone: (503) 813-5542  
E-mail: [oregondockets@pacificorp.com](mailto:oregondockets@pacificorp.com)

Michelle Mishoe  
Legal Counsel  
825 NE Multnomah, Suite 1800  
Portland, OR 97232  
Telephone: (503) 813-5977  
E-mail: [michelle.mishoe@pacificorp.com](mailto:michelle.mishoe@pacificorp.com)

1 In addition, PacifiCorp requests that all data requests regarding this Application be  
2 sent to the following:

3 By email (preferred): [datarequest@pacificorp.com](mailto:datarequest@pacificorp.com)

4 By regular mail: Data Request Response Center  
5 PacifiCorp  
6 825 NE Multnomah, Suite 2000  
7 Portland, Oregon 97232

8 Informal questions may be directed to Bryce Dalley, Director of Regulatory Affairs &  
9 Revenue Requirement at (503) 813-6389.

#### 10 **D. Basis for Application**

##### 11 **1. Statutory Authority**

12 ORS 757.072 authorizes the Commission to approve an agreement between an energy  
13 utility and a customer organization for intervenor funding. ORS 757.259(3) allows a utility to  
14 recover intervenor funding in rates through deferred accounting:

15 "Upon request of the public utility, the commission by order  
16 shall allow deferral of amounts provided as financial assistance  
17 under an agreement entered into under ORS 757.072 for later  
18 incorporation in rates."

19 Deferred amounts under ORS 757.259(3) are not subject to the percentage of gross revenues  
20 limitation on amortization or other provisions of subsections (5), (6), (7), and (8) of ORS  
21 757.259.

##### 22 **2. Commission Approval of the Intervenor Funding Agreement**

23 On July 2, 2003, pursuant to section 2 of the Intervenor Funding Act, the Commission  
24 issued Order No. 03-388 in Docket AR 462, which, among other things, approved the

1 Intervenor Funding Agreement among PacifiCorp, Portland General Electric Company,  
2 Northwest Natural Gas Company, Northwest Industrial Gas Users, Citizens' Utility Board of  
3 Oregon (CUB), and Industrial Customers of Northwest Utilities (ICNU), dated February 5,  
4 2003 (the Intervenor Funding Agreement). On December 19, 2007, the Commission issued  
5 Order No. 07-564 in Docket UM 1357 approving the amended and restated Intervenor  
6 Funding Agreement that extends intervenor funding until December 31, 2012. The Intervenor  
7 Funding Agreement sets forth the amount of funding to be contributed by each utility and the  
8 procedures for budget submittals by intervenors, Commission approval of budgets, and the  
9 payment of grants by utilities. Additionally, the Intervenor Funding Agreement allows  
10 intervenors to request grants at any time during the calendar year.

11 **E. Request for Reauthorization of Deferred Accounting**

12 Under the instant docket, the Commission issued a series of orders authorizing  
13 PacifiCorp's deferral of Intervenor Funding Agreement costs. The Commission originally  
14 authorized deferral of the Intervenor Funding Agreement costs beginning September 17,  
15 2003, in Order 03-560. The Commission has reauthorized this deferral annually in Order 05-  
16 862 (entered July 18, 2005), in Order No. 06-251 (entered May 25, 2006), in Order No. 07-  
17 268 (entered June 11, 2007), in Order No. 08-324 (entered June 13, 2008), Order No. 09-304  
18 (entered August 3, 2009), in Order No. 10-323 (entered August 17, 2010), and most recently  
19 in Order No. 11-388 (entered September 30, 2011). Order No. 11-388 reauthorized the  
20 deferral through July 31, 2012. The Company seeks reauthorization of this deferral for a 12-  
21 month period beginning August 1, 2012.

22 **F. Amounts Subject to Deferral**

23 The Company anticipates that the amounts to be deferred during the 12-month period

1 beginning August 1, 2012 will be as shown below. However, the parties to the Intervenor  
2 Funding Agreement are currently conducting negotiations for funding beyond December 31,  
3 2012 and the amounts subject to deferral may change subject to any new, restated or  
4 amended agreement.

Fund

CUB Fund	\$ 57,500
Preauthorized Matching Fund	\$ 57,500
Issue Fund	<u>\$125,000</u>
Total	<u>\$240,000</u>

5 **G. Accounting**

6 The Company proposes to record payment of Intervenor Funding Grants in Account  
7 182.3 – Miscellaneous Deferred Debits. In the absence of approval of deferred accounting,  
8 the Company would expense the amounts through FERC account 928 – Regulatory  
9 Commission Expenses.

10 **H. Description and Explanation of Entries in the Deferred Account to Date**

11 Attachment B provides the most recent entries in the deferred account to date of the  
12 Application. These entries are for amounts paid to intervenors as ordered by the Commission  
13 pursuant to the Intervenor Funding Agreement adopted by Order No. 07-564.

14 **I. Reasons for Continuation of Deferred Accounting**

15 The Company requests the continuation of deferred accounting in order to recover  
16 amounts approved pursuant to Order No. 07-564.

17 **J. Use of Sub-accounts**

18 Ordering paragraph 2 of Order No. 10-323, Docket UM 1102, requires the Company

1 to separately account for each type of grant. The Company tracks intervenor funding grants  
2 by grant type through different internal order numbers. Issue fund grant amounts paid to  
3 ICNU are tracked through internal order number 331374. Issue fund grant amounts paid to  
4 CUB are tracked through internal order number 313431. Matching fund grant amounts paid  
5 to ICNU are tracked through internal order number 313430. Matching fund grant amounts  
6 paid to CUB are tracked through internal order number 313429.

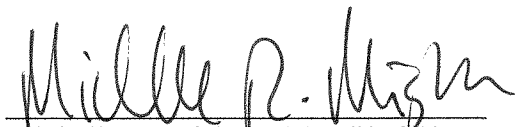
7 **K. Notice**

8 A copy of the Notice of the Application of PacifiCorp for Reauthorization of  
9 Deferred Accounting Regarding Intervenor Funding Grants is included with this Application  
10 as Attachment A. This notice will be served to the service list from the Company's most  
11 recent general rate case.

12 WHEREFORE, PacifiCorp respectfully requests that in accordance with ORS  
13 757.259(3), the Commission reauthorize the Company to record and defer, on an ongoing  
14 basis and commencing as of August 1, 2012, Intervenor Funding Grants incurred by the  
15 Company pursuant to the Intervenor Funding Agreement, as described in this Application.

DATED: July 31, 2012.

Respectfully submitted,

  
Michelle R. Mishoe, OSB #07242  
Legal Counsel  
Pacific Power

Counsel for PacifiCorp



**ATTACHMENT A**

**NOTICE**

**BEFORE THE PUBLIC UTILITY COMMISSION  
OF OREGON**

**UM 1102(9)**

In the Matter of the Application of  
PACIFICORP for Reauthorization of  
Deferred Accounting Regarding Intervenor  
Funding Grants.

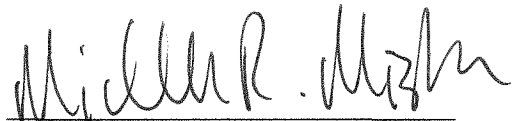
**Notice of Application for Reauthorization to  
Defer Intervenor Funding Costs**

On July 30, 2012, PacifiCorp, d.b.a. Pacific Power, filed an Application with the Public Utility Commission of Oregon (Commission) for an order reauthorizing deferral of intervenor funding costs. Approval of Pacific Power's Application will not authorize a change in rates, but will permit the Commission to consider allowing such deferred amounts in rates in a subsequent proceeding. Persons who wish to obtain a copy of Pacific Power's filing should contact the following:

PacifiCorp Oregon Dockets  
PacifiCorp  
825 NE Multnomah, Suite 2000  
Portland, OR 97232  
Telephone: (503) 813-5542  
E-mail: [oregondockets@pacificorp.com](mailto:oregondockets@pacificorp.com)

Any person who wishes to submit written comments to the Commission must do so no later than August 25, 2012.

DATED: July 31, 2012.



Michelle R. Mishoe, OSB #07242  
Legal Counsel  
Pacific Power

Counsel for PacifiCorp

**ATTACHMENT B**

**ENTRIES IN DEFERRED ACCOUNT TO DATE**

Deferred Intervenor Funding Grants Summary

Account #187952

Oct 10- June 12

New Funding Grants Paid	Date	Amount	Internal Order No.	Commission Order (if applicable)
ICNU Issue Fund	9/16/10	19,003.14	313374	UE 219
CUB Issue Fund Grant	10/11/10	15,740.00	313431	UE 219, Order No. 10-251
CUB Issue Fund Grant	12/16/10	12,191.00	313431	UE 217, Order No. 10-468
CUB Issue Fund Grant	1/24/11	57,500.00	313431	CUB Fund
ICNU Matching Fund	1/26/11	57,500.00	313430	Preauthorized Matching Fund
ICNU Issue Fund	1/26/11	8,045.24	313374	UE 216, Order No. 11-033
ICNU Issue Fund	4/19/11	33,960.00	313374	UE 177(4)
ICNU Issue Fund	5/12/11	37,724.71	313374	UM 1050, Order No. 11-169
CUB Issue Fund Grant	6/22/11	2,847.71	313431	(See Below)
CUB Issue Fund Grant	7/7/11	15,330.00	313431	UM 1050, Order No. 11-198
ICNU Issue Fund	8/18/11	4,845.00	313374	UE 227, Order No. 11-322
CUB Issue Fund Grant	9/14/11	(2,847.71)	313431	(Reversal of amount above)
ICNU Matching Fund	9/26/11	57,500.00	313430	UE 177(4) & UE 227
CUB Issue Fund Grant	11/7/11	13,653.00	313431	UE 227, Order No. 11-418
CUB Issue Fund Grant	11/16/11	2,500.00	313431	UM 1415, Order No. 11-437
CUB Issue Fund Grant	12/19/11	15,580.00	313431	LC 52, Order No. 11-487
CUB Funding Grant	1/19/12	57,500.00	313429	CUB Fund

Account #187952						
Deferred Intervenor Funding Grants						
Interest Rate = 2.24% effective 1/1/10 - 12/31/10						
Interest Rate = 2.01% effective 1/1/11 - 12/31/11						
Interest Rate = 2.47% effective 1/1/12 - 12/31/12						
Date	Beginning Balance	Additions	Amortization		2.47% Accrued Interest	Ending Balance
			Estimated	Actual		
Sep-10	(9,943.02)		0.00		(27.58)	(9,970.60)
Oct-10	(9,970.60)	34,743.14	0.00	0.00		24,772.54
Oct-10	24,772.54		0.00		13.81	24,786.35
Nov-10	24,786.35		0.00	0.00		24,786.35
Nov-10	24,786.35		0.00		46.26	24,832.61
Dec-10	24,832.61	12,191.00	0.00	0.00		37,023.61
Dec-10	37,023.61		0.00		57.72	37,081.33
Jan-11	37,081.33	57,500.00	0.00	0.00		94,581.33
Jan-11	94,581.33		0.00		110.27	94,691.61
Feb-11	94,691.61	65,545.24	0.00	0.00		160,236.85
Feb-11	160,236.85		0.00		213.49	160,450.34
Mar-11	160,450.34		0.00	0.00		160,450.34
Mar-11	160,450.34		0.00		268.75	160,719.09
Apr-11	160,719.09		0.00	0.00		160,719.09
Apr-11	160,719.09		0.00		269.20	160,988.29
May-11	160,988.29	71,684.71	0.00	0.00		232,673.00
May-11	232,673.00		0.00		329.69	233,002.68
Jun-11	233,002.68	2,847.71	0.00	0.00		235,850.39
Jun-11	235,850.39		0.00		392.66	236,243.04
Jul-11	236,243.04	15,330.00	0.00	0.00		251,573.03
Jul-11	251,573.03		0.00		408.55	251,981.57
Aug-11	251,981.57	4,845.00	0.00	0.00		256,826.56
Aug-11	256,826.56		0.00		426.13	257,252.68
Sep-11	257,252.68	(2,847.71)	0.00	0.00		254,405.00
Sep-11	254,405.00		0.00		428.51	254,833.51
Oct-11	254,833.51	57,500.00	0.00	0.00		312,333.51
Oct-11	312,333.51		0.00		475.00	312,808.51
Nov-11	312,808.51	16,153.00	0.00	0.00		328,961.51
Nov-11	328,961.51		0.00		537.48	329,498.99
Dec-11	329,498.99	15,580.00	0.00	0.00		345,078.99
Dec-11	345,078.99		0.00		564.96	345,643.95
Jan-12	345,643.95	57,500.00	0.00	0.00		403,143.95
Jan-12	403,143.95		0.00		770.64	403,914.59
Feb-12	403,914.59		0.00	0.00		403,914.59
Feb-12	403,914.59		0.00		831.40	404,745.99
Mar-12	404,745.99		0.00	0.00		404,745.99
Mar-12	404,745.99		0.00		833.11	405,579.10
Apr-12	405,579.10		0.00	0.00		405,579.10
Apr-12	405,579.10		0.00		834.74	406,413.84
May-12	406,413.84		0.00	0.00		406,413.84
May-12	406,413.84		0.00		836.60	407,250.44
Jun-12	407,250.44		0.00	0.00		407,250.44
Jun-12	407,250.44		0.00		838.25	408,088.69
Jul-12	408,088.69		0.00	0.00		408,088.69
Jul-12	408,088.69		0.00		839.98	408,928.67