

July 25, 2013

***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(10)**

Enclosed for filing by PacifiCorp d/b/a, 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.

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 Gary Tawwater, Manager of Regulatory Affairs at (503) 813-6805.

Sincerely,



William R. Griffith
Vice President, Regulation

Enclosures

cc: UE 263 Service List

CERTIFICATE OF SERVICE

I certify that I served a true and correct copy of the Application of PACIFICORP for Reauthorization of Deferred Accounting Regarding Intervenor Funding Grants on the parties listed below via electronic mail and/or US mail in compliance with OAR 860-001-0180.

UE 263

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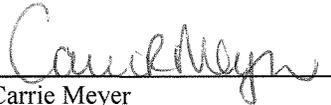
Maja K. Haium
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Dated this 25th day of July.

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Carrie Meyer
Supervisor, Regulatory Operations

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UM 1102(10)

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

APPLICATION OF PACIFICORP

1 In accordance with ORS 757.259 and OAR 860-027-0300, PacifiCorp, d/b/a Pacific
2 Power (or Company), files this application (Application) with the Public Utility Commission
3 of 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, 2013.

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. ORS 757.259(3)
16 allows for deferral of amounts provided in accordance with a financial assistance agreement
17 entered into under ORS 757.072.

1 **C. Communications**

2 Communications regarding this Application should be addressed to:

PacifiCorp Oregon Dockets
PacifiCorp
825 NE Multnomah, Suite 2000
Portland, OR 97232
Telephone: (503) 813-6805
E-mail: oregondockets@pacificorp.com

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

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

5 By email (preferred): datarequest@pacificorp.com

6 By regular mail: Data Request Response Center
7 PacifiCorp
8 825 NE Multnomah, Suite 2000
9 Portland, Oregon 97232

10 Informal questions may be directed to Gary Tawwater, Manager of Regulatory
11 Affairs at (503) 813-6805.

12 **D. Basis for Application**

13 **1. Statutory Authority**

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

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

21 Deferred amounts under ORS 757.259(3) are not subject to the percentage of gross revenues
22 limitation on amortization or other provisions of subsections (5), (6), (7), and (8) of ORS
23 757.259.

24 //

1 **2. Commission Approval of the Intervenor Funding Agreement**

2 On July 2, 2003, per to section 2 of the Intervenor Funding Act, the Commission
3 issued Order No. 03-388 in Docket AR 462, which, among other things, approved the
4 Intervenor Funding Agreement among PacifiCorp, Portland General Electric Company,
5 Northwest Natural Gas Company, Northwest Industrial Gas Users, Citizens' Utility Board of
6 Oregon (CUB), and Industrial Customers of Northwest Utilities (ICNU), dated February 5,
7 2003. On December 19, 2007, the Commission issued Order No. 07-564 in Docket UM 1357
8 approving the amended and restated Intervenor Funding Agreement that extends intervenor
9 funding until December 31, 2012. On November 20, 2012, the Commission issued Order No.
10 12-452 in Docket UM 1357 approving the second amended and restated Intervenor Funding
11 Agreement (the Intervenor Funding Agreement) extending intervenor funding through
12 December 31, 2017. The Intervenor Funding Agreement sets forth the amount of funding to
13 be contributed by each utility and the procedures for budget submittals by intervenors,
14 Commission approval of budgets, and the payment of grants by utilities. Additionally, the
15 Intervenor Funding Agreement allows intervenors to request grants at any time during the
16 calendar year.

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

18 Under the instant docket, the Commission issued a series of orders authorizing
19 PacifiCorp's deferral of Intervenor Funding Agreement costs. The Commission originally
20 authorized deferral of the Intervenor Funding Agreement costs beginning September 17,
21 2003, in Order 03-560. The Commission has reauthorized this deferral annually in Order 05-
22 862 (entered July 18, 2005), in Order No. 06-251 (entered May 25, 2006), in Order No. 07-
23 268 (entered June 11, 2007) , in Order No. 08-324 (entered June 13, 2008), Order No. 09-304

1 (entered August 3, 2009), in Order No. 10-323 (entered August 17, 2010), in Order No. 11-
2 388 (entered September 30, 2011), and most recently in Order No. 12-364 (entered
3 September 25, 2012). Order No. 12-364 reauthorized the deferral through July 31, 2013. The
4 Company seeks reauthorization of this deferral for a 12-month period beginning August 1,
5 2013.

6 **F. Amounts Subject to Deferral**

7 The Company anticipates that the amounts to be deferred during the 12-month period
8 beginning August 1, 2013 will be as shown below.

| <u>Fund</u> | |
|-----------------------------|------------------|
| CUB Fund | \$ 66,125 |
| Preauthorized Matching Fund | \$ 66,125 |
| Issue Fund | <u>\$143,750</u> |
| Total | <u>\$276,000</u> |

9 **G. Accounting**

10 The Company proposes to record payment of Intervenor Funding Grants in Account
11 182.3 – Miscellaneous Deferred Debits. In the absence of approval of deferred accounting,
12 the Company would expense the amounts through FERC account 928 – Regulatory
13 Commission Expenses.

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

15 Attachment B provides the most recent entries in the deferred account to date of the
16 Application. These entries are for amounts paid to intervenors as ordered by the Commission
17 pursuant to the Intervenor Funding Agreement adopted by Order No. 12-364.

18 //

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

2 The Company requests the continuation of deferred accounting in order to recover
3 amounts approved pursuant to Order No. 12-364.

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

5 Ordering paragraph 2 of Order No. 10-323, Docket UM 1102, requires the Company
6 to separately account for each type of grant. The Company tracks intervenor funding grants
7 by grant type through different internal order numbers. Issue fund grant amounts paid to
8 ICNU are tracked through internal order number 313374. Issue fund grant amounts paid to
9 CUB are tracked through internal order number 313431. Matching fund grant amounts paid
10 to ICNU are tracked through internal order number 313430. Matching fund grant amounts
11 paid to CUB are tracked through internal order number 313429.

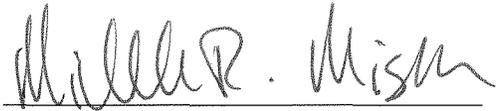
12 **K. Notice**

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

17 WHEREFORE, PacifiCorp respectfully requests that in accordance with ORS
18 757.259(3), the Commission reauthorize the Company to record and defer, on an ongoing
19 basis and commencing as of August 1, 2013, Intervenor Funding Grants incurred by the
20 Company pursuant to the Intervenor Funding Agreement, as described in this Application.

DATED: July 25, 2013.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Michelle R. Mishoe". The signature is written in a cursive style with a horizontal line underneath it.

Michelle R. Mishoe, OSB #07242

Senior Counsel

Pacific Power

Counsel for PacifiCorp

ATTACHMENT A

NOTICE

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UM 1102(10)

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

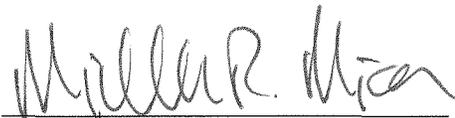
**Notice of Application for Reauthorization to
Defer Intervenor Funding Costs**

On July 25, 2013, 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) 813-6805
E-mail: oregondockets@pacificorp.com

Any person who wishes to submit written comments to the Commission must do so no later than August 19, 2013.

DATED: July 25, 2013.



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

Counsel for PacifiCorp

ATTACHMENT B

ENTRIES IN DEFERRED ACCOUNT TO DATE

| Deferred Intervenor Funding Grants Summary | | | | |
|--|----------|------------|-----------|-------------------------------|
| Account #187952 | | | | |
| Oct 10- June 13 | | | | |
| | | | | |
| | | | | |
| | Posting | | Internal | |
| New Funding Grants Paid | Date | Amount | Order No. | Commission Order (if have) |
| 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 | UM 1357 |
| 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 | UM1357(33), Order No. 12-009 |
| CUB Issue Fund Grant | 9/9/12 | 6,819.00 | 313431 | UE 245, Order No. 12-314 |
| CUB Issue Fund Grant | 9/10/12 | 35,000.00 | 313431 | UE 246, Order No. 12-315 |
| ICNU Issue Fund | 9/10/12 | 30,000.00 | 313374 | UE 245, Order No. 12-329 |
| ICNU Issue Fund | 11/23/12 | 24,000.00 | 313374 | UE 246, Order No. 12-157 |
| ICNU Matching Fund | 11/27/12 | 57,500.00 | 313430 | UM 1357(37), Order No. 12-462 |
| CUB Issue Fund Grant | 11/27/12 | 22,711.00 | 313431 | UE 246, Order No. 12-463 |
| CUB Issue Fund Grant | 1/31/13 | 66,125.00 | 313431 | UM 1357(41), Order No. 13-002 |
| ICNU Issue Fund | 3/31/13 | 407.00 | 313374 | UM 1587 |
| ICNU Issue Fund | 4/1/13 | 6,895.65 | 313374 | UM 1570 |
| | | | | |
| | | | | |
| | | | | |

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

Interest Rate = 1.38% effective 1/1/13 - 12/31/13

| Date | Beginning Balance | Additions | Amortization | | 1.38% Accrued Interest | Ending Balance |
|--------|-------------------|-----------|--------------|--------|---------------------------|----------------|
| | | | Estimated | Actual | | |
| 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 |
| Aug-12 | 408,928.67 | | 0.00 | 0.00 | | 408,928.67 |
| Aug-12 | 408,928.67 | | 0.00 | | 841.71 | 409,770.38 |
| Sep-12 | 409,770.38 | 71,819.00 | 0.00 | 0.00 | | 481,589.38 |
| Sep-12 | 481,589.38 | | 0.00 | | 917.36 | 482,506.74 |
| Oct-12 | 482,506.74 | 24,000.00 | 0.00 | 0.00 | | 506,506.74 |
| Oct-12 | 506,506.74 | | 0.00 | | 1,017.86 | 507,524.60 |
| Nov-12 | 507,524.60 | | 0.00 | 0.00 | | 507,524.60 |
| Nov-12 | 507,524.60 | | 0.00 | | | 507,524.59 |
| Nov-12 | 507,524.59 | | | | (2,867.26) | 504,657.33 |
| Dec-12 | 504,657.33 | 80,211.00 | 0.00 | 0.00 | | 584,868.33 |
| Dec-12 | 584,868.33 | | 0.00 | | 667.34 | 585,535.67 |
| Jan-13 | 585,535.67 | 66,125.00 | 0.00 | | 754.49 | 652,415.16 |
| Feb-13 | 652,415.16 | | 0.00 | | 717.28 | 653,132.44 |
| Mar-13 | 653,132.44 | 7,302.65 | 0.00 | | 755.30 | 661,190.39 |
| Apr-13 | 661,190.39 | | 0.00 | | 760.37 | 661,950.76 |
| May-13 | 661,950.76 | | 0.00 | | 761.24 | 662,712.00 |
| Jun-13 | 662,712.00 | | 0.00 | | 762.12 | 663,474.12 |