



Pacific Power | Utah Power
Rocky Mountain Power
825 NE Multnomah
Portland, Oregon 97232

May 21, 2008

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

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

Attention: Vikie Bailey-Goggins, Administrator
Regulatory and Technical Support

RE: **Application of PacifiCorp
Docket No. UM 1102(5)**

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 (5) copies will be provided via overnight delivery.

A copy of the Notice of Application will be sent to the service list for PacifiCorp's most recent general rate case, Docket No. UE 179, pursuant to OAR 860-027-0300(6).

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 Joelle Steward at (503) 813-5542.

Very truly yours,


Andrea L. Kelly
Vice President, Regulation

Enclosures
cc: Service list for Docket No. UE-179

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BEFORE THE PUBLIC UTILITY COMMISSION

OF OREGON

UM 1102(5)

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 July 1, 2008.

6 In support of this Application, PacifiCorp states:

7 **A. PacifiCorp**

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

12 **B. Statutory Authority**

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

15 **C. Communications**

16 Communications regarding this Application should be addressed to:

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PacifiCorp Oregon Dockets
PacifiCorp
825 NE Multnomah, Suite 2000
Portland, OR 97232
Telephone: (503) 813-5542
Facsimile: (503) 813-6060
E-mail: oregondockets@pacificorp.com

Michelle Mishoe
Legal Counsel
825 NE Multnomah, Suite 1800
Portland, OR 97232
Telephone: (503) 813-5977
Facsimile: (503) 813-7252
E-mail: 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

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 Joelle Steward, Oregon Regulatory Affairs
9 Manager at (503) 813-5542.

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
14 to 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 No. AR 462, which, among other things, approved the

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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, dated February 5, 2003
4 (the "Intervenor Funding Agreement"). On December 19, 2007, the Commission issued
5 Order No. 07-564 in Docket No. UM 1357 approving the amended and restated Intervenor
6 Funding Agreement that extends intervenor funding until December 31, 2012. The
7 Intervenor Funding Agreement sets forth the amount of funding to be contributed by each
8 utility and the procedures for budget submittals by intervenors, Commission approval of
9 budgets, and the payment of grants by utilities.

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

11 The Commission originally authorized deferral of the Intervenor Funding Agreement
12 costs beginning September 17, 2003, in Order 03-560. The Commission has reauthorized
13 this deferral annually in Order 05-862 (entered July 18, 2005), in Order No. 06-251 (entered
14 May 25, 2006) and most recently, in Order No. 07-268 (entered June 11, 2007). Order No.
15 07-268 reauthorized deferral until June 30, 2008. The Company seeks reauthorization of this
16 deferral for a 12-month period beginning July 1, 2008.

17 **F. Amounts Subject to Deferral**

18 The Company anticipates that the maximum amounts to be deferred during the 12-
19 month period beginning July 1, 2008 will be:

<u>Fund</u>	
CUB Fund	\$ 57,500
Preauthorized Matching Fund	\$ 57,500
Issue Fund	<u>\$125,000</u>
Total	<u>\$225,000</u>

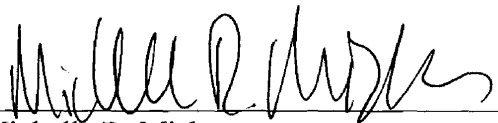
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1 **G. Accounting**

2 The Company proposes to record payment of Intervenor Funding Grants in Account
3 182.3—Miscellaneous Deferred Debits. In the absence of the Commission’s approval of this
4 Application, the Company would not incur the cost of Intervenor Funding Grants. Were such
5 costs incurred, however, they would be recorded in Account 930—Miscellaneous General
6 Expenses.

7 WHEREFORE, PacifiCorp respectfully requests that in accordance with ORS
8 757.259(3), the Commission reauthorize the Company to record and defer, on an ongoing
9 basis and commencing as of July 1, 2008, Intervenor Funding Grants incurred by the
10 Company pursuant to the Intervenor Funding Agreement, as described in this Application.

DATED: May 21, 2008.



Michelle R. Mishoe
Legal Counsel
Pacific Power

Counsel for PacifiCorp

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UM 1102(5)

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

**NOTICE OF APPLICATION OF
PACIFICORP**

On May 21, 2008, Applicant PacifiCorp applied (“Application”) to the Public Utility Commission of Oregon (“Commission”) for reauthorization to use deferred accounting regarding intervenor funding grants. The Commission initially authorized PacifiCorp’s deferred accounting for intervenor funding grants in Order No. 03-560. The Commission subsequently reauthorized this deferred accounting in Order Nos. 05-862, 06-251 and 07-268.

On July 2, 2003, pursuant to section 2 of the Intervenor Funding Act, the Commission issued Order No. 03-388 in Docket No. AR 462, which, among other things, approved the Intervenor Funding Agreement among PacifiCorp, Portland General Electric Company, Northwest Natural Gas Company, Northwest Industrial Gas Users, Citizens’ Utility Board of Oregon (“CUB”), and Industrial Customers of Northwest Utilities, dated February 5, 2003 (the “Intervenor Funding Agreement”). On December 19, 2007, the Commission issued Order No. 07-564 in Docket No. UM 1357 approving the amended and restated Intervenor Funding Agreement that extends intervenor funding until December 31, 2012. The Intervenor Funding Agreement sets forth the amount of

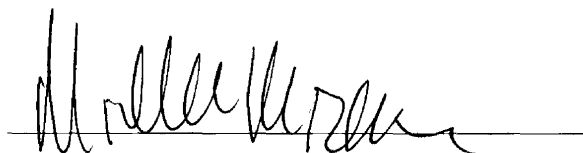
funding to be contributed by each utility and the procedures for budget submittals by intervenors, Commission approval of budgets, and the payment of grants by utilities.

Granting of the Application will not authorize a change in rates, but will permit the Commission to consider allowing the deferred amounts in rates in a subsequent proceeding.

A copy of the Application may be accessed through PacifiCorp's website at www.pacificorp.com (Docket UM 1102) or by contacting Joelle Steward at (503) 813-5542.

Any person may submit to the Commission written comments on the Application in accordance with procedures set forth by the Commission. The deadline for submission of comments is June 16, 2008.

DATED: May 21, 2008

A handwritten signature in black ink, appearing to read "Michelle Mishoe", is written over a horizontal line.

Michelle Mishoe
Legal Counsel
Pacific Power

CERTIFICATE OF SERVICE

I hereby certify that I served the foregoing Notice of Application upon the parties of record in PacifiCorp's last general rate case proceeding, Docket No. UE 179, on the date indicated below, by E-Mail and Overnight Delivery (to those parties who have not waived paper service), to said person(s) a true copy thereof, contained in a sealed envelope, addressed to said person(s) at his or her last-known address(es) indicated below.

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DATED: May 21, 2008.

/s/ 
Carrie Meyer, Coordinator Regulatory
Administration