McDowell Rackner & Gibson PC

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September 13, 2011

VIA E-MAIL AND FIRST-CLASS MAIL

PUC Filing Center
Public Utility Commission of Oregon
550 Capitol Street NE
Salem, OR 97308

Re: UE 227 - PacifiCorp's 2012 Transition Adjustment Mechanism

Attention Filing Center:

Enclosed for filing in the above captioned docket is the Motion to Admit Affidavit and Exhibits and the Affidavit of Stefan A. Bird and accompanying confidential exhibits. Confidential material in the affidavit has been shaded and has been provided along with confidential exhibits in a separate envelope.

Also provided in response to parties' requests at the hearing is a new version of PPL Cross Exhibit/900. While PacifiCorp provided both confidential and redacted versions of the exhibit at the hearing, this version facilitates review of the exhibit by providing one version with confidential material on yellow paper and non-confidential material on white paper. The confidential material associated with PPL Cross Exhibit/900 is included in the separate envelope along with the confidential affidavit materials.

Please contact me with any questions.

Very truly yours,

Amie Jamieson

Enclosures

cc: Service List

BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON		
UE 227		
In the Matter of:	MOTION TO ADMIT AFFIDAVIT AND	
PACIFICORP, dba PACIFIC POWER	EXHIBITS	
2012 Transition Adjustment Mechanism		
Pursuant to OAR 860-001-0420, Pa	cifiCorp moves for the Affidavit of Stefan A. Bird	
and accompanying exhibits to be admitted	into the record in this proceeding. Mr. Bird's	
affidavit provides the information and exhib	its in accordance with Administrative Law Judge	
Lisa Hardie's rulings and direction at the he	earing in this proceeding on September 8, 2011.	
DATED: September 13, 2011.		
	Katherine McDowell	
	Amie Jamieson	
	Attorneys for PacifiCorp	
	In the Matter of: PACIFICORP, dba PACIFIC POWER 2012 Transition Adjustment Mechanism Pursuant to OAR 860-001-0420, Pa and accompanying exhibits to be admitted affidavit provides the information and exhib Lisa Hardie's rulings and direction at the he	

1	CERTIFICATI	E OF SERVICE	
2	I hereby certify that I served a true and correct copy of the foregoing document in		
3	UE 227 on the following named person(s) on the date indicated below by email addressed		
4	to said person(s) at his or her last-known add	dress(es) indicated below.	
5			
6	Ed Durrenburberger Public Utility Commission of Oregon	Jason W. Jones, Assistant AG Department of Justice	
7	ed.durrenberger@state.orus	jason.w.jones@state.or.us	
8	Gregory Marshall Adams Richardson & O'Leary greg@richardsonandoleary.com	Oregon Dockets PacifiCorp oregondockets@pacificorp.com	
9	Gordon Feighner Citizens' Utility Board of Oregon	Donald W. Schoenbeck Regulatory & Cogeneration Services, Inc. dws@r-c-s-inc.com	
11	Gordon@oregoncub.org	_	
12	Maury Galbraith Public Utility Commission maury.galbraith@state.or.us	Robert Jenks Citizens' Utility Board of Oregon bob@oregoncub.org	
13	Greg Bass	G. Catriona McCracken	
14	Nobel Americas Energy Solutions, LLC	Citizens' Utility Board of Oregon Catriona@oregoncub.org	
15		Cumona (Goregonous) el g	
16	Davison Van Cleve	Kevin Higgins	
17		Energy Strategies LLC khiggins@energystrat.com	
18			
19	DATED: September 13, 2011		
20	5. (125. deptember 16, 2011		
21		Wendy Mr Andor Wendy McIpaco, Office Manager	
22		Wendy McIndoo, Office Manager	
23			
24			
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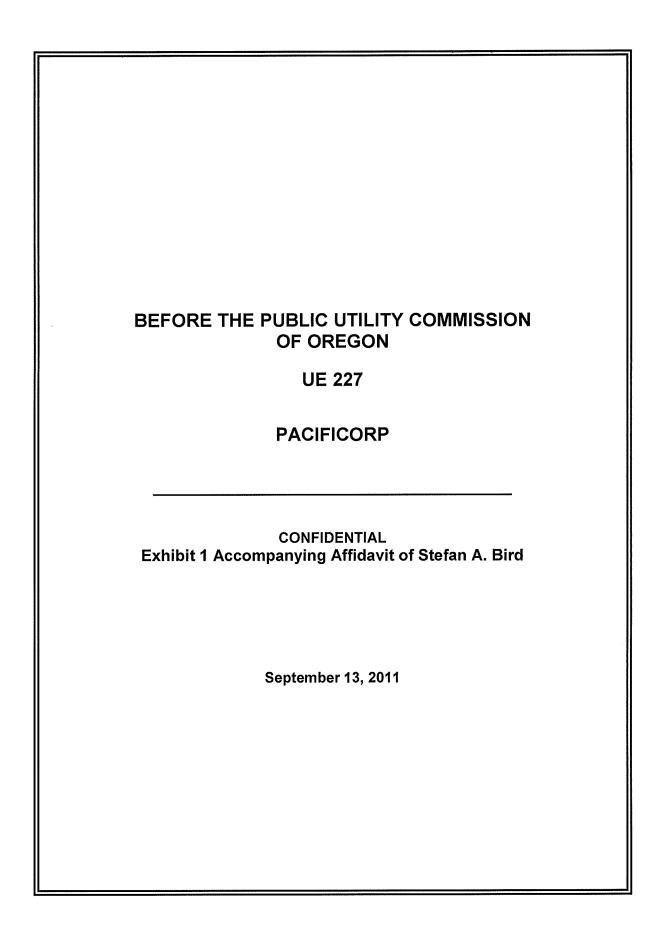
BEFORE THE PUBLIC UTILITY COMMISSION 1 OF OREGON 2 **UE 227** 3 In the Matter of: **AFFIDAVIT OF** PACIFICORP, dba PACIFIC POWER 5 2012 Transition Adjustment Mechanism 6 STATE OF OREGON 7) ss County of Multnomah 8 9 10 I, Stefan A. Bird, being first duly sworn on oath, depose and say: 11 1. My full name is Stefan A. Bird. I am Senior Vice President, Commercial and Trading, 12 for PacifiCorp Energy, a division of PacifiCorp. I previously filed testimony on behalf of 13 PacifiCorp and appeared the hearing in this matter before Administrative Law Judge 14 (ALJ) Lisa Hardie on September 8, 2011. 15 2. At the hearing, the ALJ issued a bench request for PacifiCorp's workpapers which 16 document the natural gas hedges included in this case. This bench request was issued in lieu of admitting page two of ICNU Cross Exhibit/117 and ICNU Cross 17 18 Exhibit/118. Attached as Confidential Exhibit 1 to this Affidavit are PacifiCorp's natural 19 gas hedge workpapers, an eight-page, 11" by 17" spread sheet. This exhibit lists every natural gas hedge in the case, along with all relevant underlying data for each 20 21 hedge, including the transaction type, counter-party, date of execution, delivery start 22 and end dates, quantity, delivery market, market price, fixed price and mark to market 23 value. 24 3. At the hearing, the ALJ allowed page 1 of ICNU Confidential Cross Exhibit/117 subject 25 to check. I have reviewed the exhibit and accept the numbers on it, with one

PAGE 1 - AFFIDAVIT OF STEFAN A. BIRD

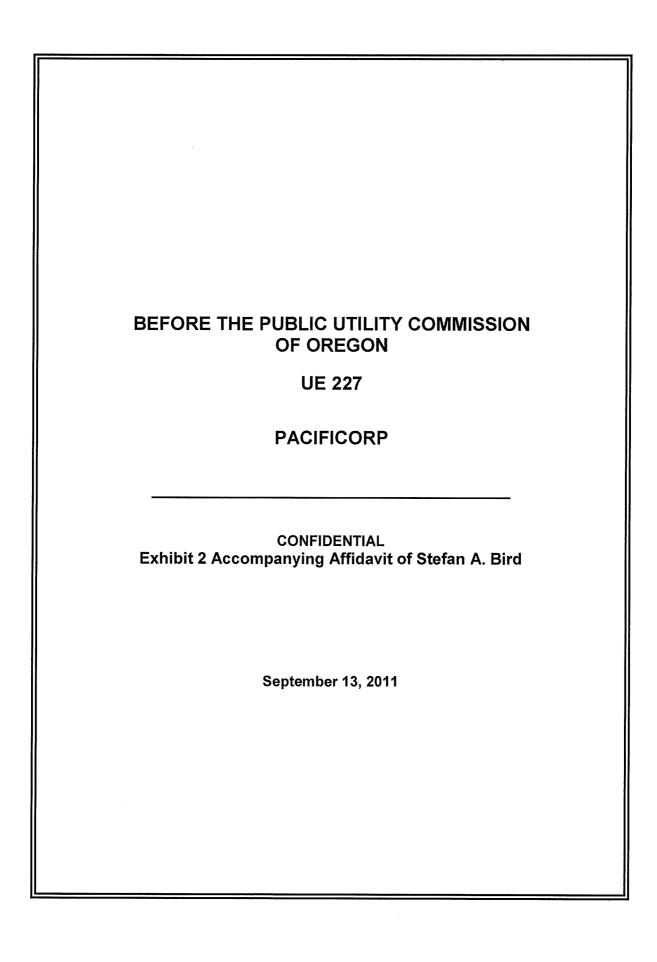
1 clarification. The changes from the rebuttal to surrebuttal filing do not reflect any new 2 hedges or changes in hedge volume. The only difference between the rebuttal and 3 surrebuttal is the change in the load forecast, which reduced the Company's projected 4 natural gas requirements for the test period. Because the "All Gas % Hedged" figure 5 on ICNU Confidential Cross Exhibit/117 is calculated from the projected natural gas 6 requirement for the test period, the reduction in the gas requirement increased the 7 percent hedged figure for the test period. 8 4. At the hearing, in lieu of admitting ICNU Cross Exhibit/118, the ALJ asked me to 9 respond, subject to check, on whether the fixed price costs of the 96 hedges in the 10 Company's original filing was approximately I have checked this number 11 and do not accept its accuracy. The number is overstated by because it 12 includes hedge volumes outside the test period and incorrectly includes sales as 13 purchases. 14 5. At the hearing, the Company introduced Confidential PPL Cross Exhibit/901, subject to 15 ICNU's check of the numbers contained in the two gray boxes. I understand that ICNU 16 accepts the numbers in the top box marked "cumulative." I understand that ICNU 17 disputes the characterization of the lower box marked "below cap volumes," although it 18 has not contested the specific computations. Because all of the numbers in this lower 19 gray box can be easily computed from ICNU's underlying workpaper, to avoid further 20 controversy, the Company is resubmitting Confidential PPL Cross Exhibit/901 without 21 the gray box entitled "Below Cap Volumes." All other material in the exhibit remains 22 the same. I have attached this revised exhibit as Confidential Exhibit 2. 23 /// /// /// 24 /// /// ///

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1	I declare under penalty of perjury under the laws of the state of Oregon that the
2	foregoing is true and correct based on my information and belief.
3	SIGNED this 23 day of September, 2011, at Portland, Oregon.
4	Signed:
5	SUBSCRIBED AND SWORN to before me this 13 day of September, 2011.
6	SUBSCRIBED AND SWORN to before the this 10 day of coptomisor, 2011
7	OFFICIAL SEAL Notary Public, State of Oregod
8	NOTARY PUBLIC-OREGON My Commission Expires 11-13-14
9	MY COMMISSION EXPIRES NOVEMBER 13, 2014
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THIS EXHIBIT IS CONFIDENTIAL AND WILL BE PROVIDED IN A SEPARATELY SEALED ENVELOPE PURSUANT TO GENERAL PROTECTIVE ORDER NO. 10-069



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