

February 1, 2016

VIA ELECTRONIC FILING

Public Utility Commission of Oregon
201 High Street SE, Suite 100
Salem, OR 97301-1166

Attn: Filing Center

RE: Advice No. 16-02
Schedule 103—Multnomah County Business Income Tax Recovery

In compliance with ORS 757.205, OAR 860-022-0025, and OAR 860-022-0030, PacifiCorp d/b/a Pacific Power (Company) submits for filing the following proposed tariff page associated with Tariff P.U.C. OR No. 36, which sets forth all rates, tolls, charges, rules, and regulations applicable to electric service in Oregon. The Company requests an effective date of March 1, 2016.

Seventh Revision of Sheet No. 103	Schedule 103	Multnomah County Business Income Tax Recovery
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The purpose of this filing is to update the Multnomah County Business Income Tax (MCBIT) Rate for 2016 in order to reflect the extension of bonus depreciation through 2019. The proposed rate is designed to reflect current and estimated collections and expenditures for 2016 with the target of reducing the balancing account to zero by the end of 2016.

To support this filing and meet the requirements of OAR 860-022-0025 and OAR 860-022-0230, Pacific Power submits the tariff sheets listed above with Attachment A—Calculation of Multnomah County Business Income Tax Rate.

The proposed change will affect approximately 77,000 customers in Multnomah County. The rate increase to affected customers is approximately 0.3 percent. A Multnomah County residential customer using 900 kWh per month will see a monthly bill increase of \$0.33 per month as a result of this change.

It is respectfully requested that all formal 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, Oregon, 97232

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Informal questions may be directed to Erin Apperson, Manager, Regulatory Affairs, at (503) 813-6642.

Sincerely,

A handwritten signature in black ink that reads "R. Bryce Dalley" with a stylized flourish at the end.

R. Bryce Dalley
Vice President, Regulation
Enclosures

Purpose

To recover from Consumers in Multnomah County the Multnomah County Business Income Tax (MCBIT) paid by the Company in accordance with Chapter 12 of the Multnomah County Code and OAR 860-022-0045.

Applicable

To all Consumers whose electric service requirements are supplied by the Company within Multnomah County.

Balancing Account

A balancing account will be maintained to accrue any difference between the Company's actual MCBIT expense and the amount collected from Consumers through the MCBIT Rate. Any over- or under-collection of the MCBIT expense will be considered when the MCBIT Rate is periodically reviewed.

MCBIT Rate

The MCBIT Rate is:

0.31% of the total billed amount to the Consumer excluding the Low Income Bill Payment Assistance Fund (Schedule 91), Public Purpose Charge (Schedule 290), and all other separately stated taxes. (I)

The MCBIT Rate will be reviewed periodically and updated as necessary to collect the expected MCBIT expense and to correct any over- or under-collection in the MCBIT balancing account.

Attachment A

Calculation of Multnomah County Business Income Tax Rate

**Pacific Power
State of Oregon
Calculation of Multnomah County Business Income Tax Rate for 3/1/2016**

Multnomah County retail revenues March 2015 - December 2015

March 2015	\$15,660,666
April 2015	\$15,148,124
May 2015	\$14,887,008
June 2015	\$15,539,183
July 2015	\$17,314,685
August 2015	\$17,182,465
September 2015	\$16,041,010
October 2015	\$17,469,979
November 2015	\$13,089,027
December 2015	\$18,331,259
Total Retail Revenue	\$160,663,405

Adjustments for Rate Changes

6-1-15 Deer Creek Schs 196, 197 (0.2%)	\$91,392
10-1-15 BPA Sch 98 (-1.6%)	-\$1,789,833
1-1-16 TAM (0.7%)	\$1,112,755
1-1-16 Intervenor Funding Sch 97 (0.1%)	\$158,965
Estimated Mar-Dec 2016 Retail Revenue	\$160,236,684

MCBIT Target Revenue **\$489,918**

Proposed MCBIT Rate **0.31%**