

UE-130043/PacifiCorp
May 1, 2013
WUTC Data Request 237

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Requestor: Kendra A White

Allocation Factors

Regarding the calculation of the System Generation allocation factor, please explain why “System Capacity” is weighted by 75 percent and “System Energy” is weighted by 25 percent.

Response to WUTC Data Request 237

The choice of the 75 percent demand/25 percent energy classification for generation and transmission plant was the final allocation decision made by the PacifiCorp Inter-Jurisdictional Taskforce on Allocations (“PITA”) after the Pacific Power and Utah Power and Light merger. The demand/energy classification was the means ultimately used to balance the sharing of merger benefits related to the merger among all the states. The 75 percent demand/25 percent energy classification method was selected because it produced an overall cost allocation result that was acceptable to all the states. Costs, revenues, and rate base balances allocated among the Company’s six states using the SG factor in this docket reflect the 75 percent demand/25 percent energy weightings, consistent with the demand/energy weightings used in the Company’s other jurisdictions.

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