

PC Data Request 4

- (a) Is it correct to understand that PacifiCorp Energy, Pacific Power, and Rocky Mountain Power are operating divisions of PacifiCorp and, thus, do not have a stand-alone capital structures? If not, please provide balance sheet data for each of the three operating divisions for the following dates: December 31, 2012, March 31, June 30, September 30, 2013, and December 31, 2014, and March 31, 2014.
- (b) Is it correct to understand that PacifiCorp Energy contains largely unregulated operations (generation, energy trading, and mining)? If not, please explain why not, and provide a list of the type of operations included within PacifiCorp Energy.
- (c) What is the revenue of each of the divisions of PacifiCorp (PacifiCorp Energy, Pacific Power, and Rocky Mountain Power) for each of the past five quarters? If those data are not available, please explain why.

Response to PC Data Request 4

Note: On June 10, 2014, Public Counsel confirmed that the time periods should be: December 31, 2012, March 31, June 30, September 30, and December 31, 2013, and March 31, 2014.

- a) Yes. PacifiCorp Energy, Pacific Power, and Rocky Mountain Power are operating divisions of PacifiCorp and do not have stand-alone capital structures nor do they have stand-alone balance sheets.
- b) No, PacifiCorp Energy is a regulated entity. PacifiCorp Energy manages and operates PacifiCorp's fleet of electric and steam generating facilities including thermal (coal-fired and natural-gas-fueled) plants, hydroelectric plants, wind and geothermal operations. PacifiCorp Energy also manages surface and underground coal mining operations that support its coal-fueled generating facilities. In addition, PacifiCorp Energy purchases and sells electricity in the wholesale markets as needed to balance its generation and long-term purchase commitments with its retail load and long-term wholesale sales obligations. PacifiCorp Energy may also purchase electricity in the wholesale markets when it is more economical than generating electricity from its own facilities.
- c) PacifiCorp is a stand-alone legal entity and does not report revenue separately for PacifiCorp Energy, Pacific Power, or Rocky Mountain Power. For internal performance reporting purposes, PacifiCorp records inter-business-unit transfer-priced revenues and expenses that represent allocated income for target setting but are not representative of third-party transactions. Provided below are transfer-priced inter-business-unit revenues.

(Amounts in millions)

	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014
PacifiCorp Energy	\$900.2	\$922.3	\$1,034.6	\$944.0	\$965.2
Pacific Power	551.9	504.9	563.2	581.2	572.6
Rocky Mountain Power	672.8	730.5	865.3	718.4	694.2
Corporate and Eliminations ¹	(892.8)	(942.6)	(1,065.3)	(941.6)	(944.3)
PacifiCorp	<u>\$1,232.1</u>	<u>\$1,215.1</u>	<u>\$1,397.8</u>	<u>\$1,302.0</u>	<u>\$1,287.7</u>

Note 1: Elimination of inter-business-unit revenues.

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