Confidential per WAC 480-07-160 Exh. RJM-1CT<u>r</u> Docket UE-23<u>0172</u> Witness: Ramon J. Mitchell

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

PACIFICORP dba PACIFIC POWER & LIGHT COMPANY

Respondent.

Docket UE-23—<u>0172</u>

PACIFICORP

REDACTED DIRECT TESTIMONY OF RAMON J. MITCHELL

March 2023 (REVISED April 4, 2023, and REFILED April 19, 2023)

1	Q.	If Washington provides no-cost allowances to account for Washington load
2		service, why is the Cap and Invest program still resulting in increased NPC?
3	A.	As previously mentioned, in the WIJAM spreadsheet allocation method there is a net
4		open position that results from insufficient energy allocated to serve Washington load.
5		This net open position is closed with modeled energy at average market prices and the
6		resulting cost increases Washington-allocated NPC. Since the Cap and Invest program
7		decreases the energy output (generation) at the Chehalis plant, the WIJAM's net open
8		position becomes larger. Therefore, the resulting cost to close this net open position
9		becomes correspondingly greater.
10		C. Jim Bridger's Gas Conversion
11	Q.	Please describe what is taking place at Jim Bridger Units 1 and 2.
11 12	Q. A.	Please describe what is taking place at Jim Bridger Units 1 and 2. Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently,
12		Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently,
12 13		Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently, these two units are coal-fired. The Company's proposal to convert Jim Bridger Units
12 13 14		Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently, these two units are coal-fired. The Company's proposal to convert Jim Bridger Units 1 and 2 was filed in a separate application on December 9, 2022, and is a pending
12 13 14 15	A.	Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently, these two units are coal-fired. The Company's proposal to convert Jim Bridger Units 1 and 2 was filed in a separate application on December 9, 2022, and is a pending case with the <u>Wyoming Public Service</u> Commission. ⁷
12 13 14 15 16	А. Q.	Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently, these two units are coal-fired. The Company's proposal to convert Jim Bridger Units 1 and 2 was filed in a separate application on December 9, 2022, and is a pending case with the <u>Wyoming Public Service</u> Commission. ⁷ Why are Jim Bridger Units 1 and 2 being converted to gas?
12 13 14 15 16 17	А. Q.	Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently, these two units are coal-fired. The Company's proposal to convert Jim Bridger Units 1 and 2 was filed in a separate application on December 9, 2022, and is a pending case with the <u>Wyoming Public Service</u> Commission. ⁷ Why are Jim Bridger Units 1 and 2 being converted to gas? Emissions requirements imposed by the EPA required the installation of a selective

⁷ See, In the Matter of the Application of Rocky Mountain Power for Authority to Convert the Primary Fuel Source from Jim Bridger Power Plant Units 1 and 2 from Coal to Natural Gas, Docket No. 20000-628-EA-22 (Record No. 17212). <u>840 C.F.R. §52.2636(d)(1).</u>