

September 24, 2009

***VIA ELECTRONIC FILING***

***AND OVERNIGHT DELIVERY***

Washington Utilities & Transportation Commission

1300 S. Evergreen Park Drive SW

P.O. Box 47250

Olympia, WA 98504-7250

Attention: David Danner

Executive Director and Secretary

**RE: UE-082252 Pacific Power Notice of Deferred Accounting for Chehalis Generating Plant – Quarterly Report on the Balance of Deferred Costs for Quarter Ending June 30, 2009**

Dear Mr. Danner:

In accordance with WAC 480-100-435(2)(b) PacifiCorp, d.b.a. Pacific Power, (“PacifiCorp” or “the Company”) hereby submits its quarterly report documenting the balance of deferred costs for the Chehalis Generating Plant for the quarter ended June 30, 2009. This report is provided as Attachment A. As noted in the December 31, 2008 quarterly report filed on March 13, 2009, due to the timing of the completion and filing of the Washington Operations Report, each quarter’s impact on net power costs will be provided in the following quarter’s Chehalis Deferral Report (e.g. the impact on net power costs for first quarter 2009 will be reported in the second quarter 2009 Chehalis Deferral Report). Included as Attachment B, the Company has quantified the impact of the Chehalis plant on its net power costs during the first quarter 2009.

If you have any questions or require further information, please contact Cathie Allen, Regulatory Manager, at (503) 813-5934.

Sincerely,

Andrea L. Kelly

Vice President, Regulation

Enclosures

cc: Tom Schooley, WUTC

Deborah Reynolds, WUTC

Roland Martin, WUTC

**Attachment A**

**Attachment B**