



STATE OF WASHINGTON

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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(360) 664-1160 • TTY (360) 586-8203

February 7, 2006

Melissa Seymour  
Washington State Regulatory Manager  
PacifiCorp  
825 N.E. Multnomah, Suite 300  
Portland, OR 97232

To: Records  
Ctr.  
Please include  
in docket file.  
Thanks! jo

**Subject : Compliance with Merger Stipulations #10 and #20 in Docket  
No. UE-981627.**

Dear Ms. Seymour:

On October 14, 1999, the commission approved the merger between PacifiCorp and ScottishPower in its Fifth Supplemental Order Accepting Stipulations, Approving Transaction, and Granting Securities Issuance Exemption, in Docket No. UE-981627. The commission's Order required PacifiCorp to make certain compliance filings, including filings to establish network performance standards (Merger Stipulation #10, regarding baselines to the network performance standards and Stipulation #20, regarding corrective measures and improvement of the five worst performance circuits).

On June 3, 2003, in compliance with the Merger Stipulation # 10, PacifiCorp filed its proposed network performance baselines for Standards 1 and 2, SAIDI and SAIFI, respectively, which the commission accepted in its Eighth Supplemental Order Accepting Compliance Filing to Establish Network Performance Baselines (July 10, 2003). On September 17, 2003, PacifiCorp filed its proposed network performance baseline for Standard 3, MAIFI, which the commission accepted in its Ninth Supplemental Order Accepting Compliance Filing to Establish Network Performance Baselines (October 15, 2003).

With two Advice Notes No. 04-08 of dates December 28, 2004, and July 28, 2005, PacifiCorp submitted two compliance filings, showing the delivery of network



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performance standards pursuant to the Merger Stipulations #10 and #20 during the Company's Fiscal Year 2004 (4/1/2003 – 3/31/2004) and Fiscal Year 2005 (4/1/2004 – 3/31/2005). Both filings have been reviewed by commission staff. The commission acknowledges that the Company has delivered both Merger Stipulations.

The commission's lead staff in this effort is Graciela Etchart, a member of the commission's Energy Section staff. Her contact number is (360) 664-1310.

Sincerely,

A handwritten signature in cursive script that reads "Carole Washburn". The signature is written in black ink and is positioned above the printed name and title.

Carole Washburn  
Executive Secretary