Service Date: September 9, 2016 BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

PACIFIC POWER & LIGHT COMPANY,

Respondent.

DOCKET UE-152253

ORDER 13

SUPPLEMENTAL ORDER AMENDING THE CALCULATIONS IN ORDER 12

 On September 1, 2016, the Washington Utilities and Transportation Commission (Commission) entered Order 12, Final Order Rejecting Tariff Sheets As Filed; Granting Accelerated Depreciation With Modifications; Granting Recovery Of, But Not Return On, SCR Investment; Granting Request For Two-Year Rate Plan; Authorizing Decoupling Proposal With Modifications; And Requiring Compliance Filings (Order 12) in Docket UE-152253. Order 12, among other things, directed Pacific Power & Light Company (Pacific Power or the Company) to "file tariff sheets that will provide increased revenues of \$4,476,959 for the first year of the rate plan [and] file tariff sheets that increase revenues of \$6,611,219, for the second year of the two-year rate plan, effective September 15, 2017."¹

- The Commission has discovered that these revenue figures omit tax implications associated with our SCR decision. Including those tax implications results in allowing the Company's revenues for the first year of the rate plan to increase by \$5,395,338 or 1.6 percent and revenues for the second year of the rate plan to increase by \$7,607,991 million or 2.3 percent.
- *3* The Commission finds that the following amendments to Order 12 are in the public interest:

¹ Order 12, ¶ 329.

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• On page 2, paragraph 3 is deleted and replaced with the following:

Based on the evidence presented, the Commission authorizes and requires the Company to file revised tariff sheets that will result in fair, just, reasonable, and sufficient electric rates. For year one of the rate plan, the Commission authorizes Pacific Power to recover \$5.4 million in additional electric revenue, for a 1.60 percent rate increase. Further, the Commission authorizes and requires the Company to file revised tariff sheets with electric rates that will recover \$7.6 million in additional electric revenue, for a 2.3 percent rate increase for year two of the rate plan.

• On page 94, paragraph 323 is deleted and replaced with the following:

Pacific Power should be authorized and required to make a compliance filing to recover its revenue deficiency of \$5,395,338, for the first year of the rate plan. The Company should also be authorized and required to make a compliance filing to effectuate the second year rates, commencing September 15, 2017, and to recover its revenue deficiency of \$7,607,991 for the second year of the two-year rate plan.

• On page 95, paragraph 329 is deleted and replaced with the following:

Pacific Power is authorized and required to file tariff sheets that are necessary and sufficient to effectuate the terms of this Order. The Company must file tariff sheets that will provide increased revenues of \$5,395,338 for the first year of the rate plan. The Company is also authorized and required to file tariff sheets that increase revenues of \$7,607,991 for the second year of the two-year rate plan, effective September 15, 2017. Pacific Power must file the required tariff sheets at least five full business days prior to their stated effective date, which shall be no sooner than September 15, 2016.

• Finally, we add Appendix A, a summary of the adjustments comprising our final revenue requirement amounts.

<u>ORDER</u>

THE COMMISSION ORDERS That Order 12, Final Order Rejecting Tariff Sheets As
Filed; Granting Accelerated Depreciation With Modifications; Granting Recovery Of,
But Not Return On, SCR Investment; Granting Request For Two-Year Rate Plan;

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Authorizing Decoupling Proposal With Modifications; And Requiring Compliance Filings, in Docket UE-152253 is **AMENDED** as described in paragraph 3 above.

Dated at Olympia, Washington, and effective September 9, 2016.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DAVID W. DANNER, Chairman

PHILIP B. JONES, Commissioner

ANN E. RENDAHL, Commissioner

NOTICE TO PARTIES: This is a Commission Final Order. In addition to judicial review, administrative relief may be available through a petition for reconsideration, filed within 10 days of the service of this order pursuant to RCW 34.05.470 and WAC 480-07-850, or a petition for rehearing pursuant to RCW 80.04.200 and WAC 480-07-870.