

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,

Complainant,

v.

PACIFICORP dba
PACIFIC POWER & LIGHT COMPANY

Respondent.

Dockets UE-191024, UE-190750,
UE-190929, UE-190981, UE-180778
(*Consolidated*)

PACIFICORP

SUPPLEMENTAL TESTIMONY OF JOHN J. SPANOS

April 2020

ATTACHED EXHIBITS

Exhibit No. JJS-9—Updated 2020 Depreciation Accrual Rates for Colstrip and Jim Bridger Assets

Exhibit No. JJS-10—Updated 2020 Depreciation Calculations for Colstrip and Jim Bridger Assets

Exhibit No. JJS-11—Updated 2020 Production Net Salvage Analysis for Colstrip and Jim Bridger Assets

1 **Q. Please state your name and address.**

2 A. My name is John J. Spanos. My business address is 207 Senate Avenue, Camp Hill,
3 Pennsylvania 17011.

4 **Q. Have you previously submitted testimony in this proceeding?**

5 A. In September 2018 and December 2019, I submitted testimony in PacifiCorp's 2018
6 Depreciation Study proceeding, docket UE-180778,¹ which was subsequently
7 consolidated with this proceeding.

8 **Q. On whose behalf are you testifying in this case?**

9 A. I am testifying on behalf of PacifiCorp dba Pacific Power & Light Company
10 (PacifiCorp or the Company).

11 **PURPOSE OF TESTIMONY**

12 **Q. What is the purpose of your testimony?**

13 A. I am sponsoring a second depreciation study update for steam production assets
14 related to Jim Bridger Units 1-4 (Jim Bridger) and Colstrip Unit 4. The initial
15 depreciation study performed for PacifiCorp, Exhibit JJS-3, set forth the calculated
16 annual depreciation accrual rates by account as of December 31, 2017. Based on
17 these depreciation accrual rates, I recommended depreciation rates using the projected
18 December 31, 2020 plant and reserve balances for approval. The first updated
19 depreciation accrual rates set forth historical data as of December 31, 2018, and
20 projected depreciation rates as of December 31, 2020, for steam assets for Jim
21 Bridger and Colstrip Unit 4.² It also incorporated changes to the probable retirement
22 dates for the units at both these generating plants. The second updated depreciation

¹ *In the matter of Pac. Power & Light Co.*, Docket No. UE-180778, filed September 13, 2018.

² *See* Docket No. UE-180778, Exhibit Nos. JJS-6 and JJS-7, filed Dec. 13, 2019.

1 by account and unit. Exhibit JJS-11 consists of the weighted net salvage percentage
2 calculations for each unit.

3 **Q. Does this conclude your supplemental testimony?**

4 A. Yes.