

May 15, 2009

VIA ELECTRONIC FILING

Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
P.O. Box 47250
Olympia, WA 98504-7250

Attention: David W. Danner
Executive Director and Secretary

**RE: Advice No. 09-02
Cancellation of Tariff Schedule No. 108 – Energy Star New Homes Incentive Program**

Dear Mr. Danner:

Pursuant to RCW 80.28.050, RCW 80.28.060, WAC 480-80-121(1), PacifiCorp, d.b.a. Pacific Power, (“PacifiCorp” or “Company”) submits for filing the following tariff sheets, which the Company proposes to cancel. The Company respectfully requests that the cancellation of these tariff sheets become effective on June 17, 2009.

Canceling First Revision of Sheet No. 108.1 Schedule 108 Energy Star New Homes Incentive Program

Canceling Third Revision of Sheet No. 108.2 Schedule 108 Energy Star New Homes Incentive Program

The Energy Star New Homes program was approved by the Washington Utilities and Transportation Commission (“Commission”) with an effective date of April 1, 2005¹. The program offers participating home builders financial incentives, cooperative advertising funds, sales and technical support and training in order to encourage and assist builders in offering new homes that meet Energy Star standards. The program is offered to builders constructing new homes and multi-family residences in PacifiCorp’s Washington service territory.

As reported previously², the program has not achieved the performance levels projected when the program was initially approved by the Commission in April 2005. The Company concluded it was necessary to seek other program design or delivery options. In late 2007, the Company issued a request for proposals seeking input on how to improve the Company’s energy efficiency measures offered for new homes. Upon receipt of the proposals, the Company analyzed the responses and developed a proposal which was communicated to the Washington Demand Side

¹ The program was proposed by the Company in Advice Filing 04-005, which was filed on March 1, 2005.

² Please refer to the Annual Review of 2007 Energy Efficiency Programs and the Annual Review of 2008 Energy Efficiency Programs filed with the Commission in February 2008 and February 2009, respectively.

Management Advisory Group (“DSM Advisory Group”) at their October 7, 2008 meeting. The proposal included the following:

- Add energy efficiency measures for new homes to the existing Home Energy Savings program, Tariff Schedule No. 118.
- Cancel the Energy Star New Homes program offered under Tariff Schedule No. 108 after the measures for new homes are made available through the Home Energy Savings program.

On February 25, 2009, the Company emailed the DSM Advisory Group to request comments on the proposed changes that were initially discussed at the October 2008 meeting. As no comments opposing the proposed changes were received, the energy efficiency measures for new homes were added to the existing Home Energy Savings program on April 1, 2009. The new homes measures added to the Home Energy Savings program include both a whole home package that meets Energy Star certification requirements and individual measures³. Further details on the new homes measures offered through the Home Energy Savings program can be found at: <http://www.homeenergysavingspp.net/washington/homes.html>. The Company is now requesting the cancellation of the Energy Star New Homes program offered through Tariff Schedule No. 108.

It is respectfully requested that all formal correspondence and Staff requests regarding this filing be addressed to:

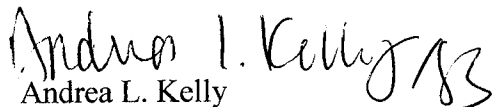
By E-mail (preferred): datarequest@pacificorp.com

By regulator mail: Data Request Response Center
PacifiCorp
825 NE Multnomah Blvd., Suite 2000
Portland, OR 97232

Notice of the proposed tariff changes is being made in accordance with WAC 480-100-193(1). As these tariff changes do not increase rates or restrict access to service, no notice is required under the provisions of WAC 480-100-194 or WAC 480-100-195.

Please direct informal questions to Cathie Allen, Regulatory Manager, at 503-813-5934.

Sincerely,



Andrea L. Kelly
Vice President, Regulation
Enclosures

³ The new homes measures added to the Home Energy Savings program were informed by the Company’s experience from the Energy Star New Homes program. Generally, measures which experienced success as part of the Energy Star New Homes program were made available in some form in the Home Energy Savings program. As is the case with all of the Company’s energy efficiency and DSM programs, the Company will continually review participation and program performance and will propose changes as are necessitated in the future.