WUTC DOCKET: UE-191024 EXHIBIT: RMM-20T ADMIT ☑ W/D ☐ REJECT ☐

Exh. RMM-20T Dockets UE-191024 *et. al.* Witness: Robert M. Meredith

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 ROBERT M. MEREDITH

ATTACHED EXHIBITS

Exhibit No. RMM-21—Updated Cost of Service Summaries by Rate Schedule

Exhibit No. RMM-22—Updated Cost of Service Results by Class and Function

Exhibit No. RMM-23—Detailed Results of the Updated Cost of Service Study

Exhibit No. RMM-24—Impact of the Proposed Increase by Rate Schedule

Exhibit No. RMM-25—Updated Pricing and Billing Determinants

Exhibit No. RMM-26—Updated Monthly Billing Comparisons

Exhibit No. RMM-27—Updated Calculation of Costs Included in the Residential Basic Charge

Exhibit No. RMM-28—Updated Calculation of Schedule 19 Residential Time of Use Pilot Prices

Exhibit No. RMM-29—Updated Schedule 17 Low Income Bill Assistance Credits

Exhibit No. RMM-30—Updated Calculation of Schedule 40 Irrigation Time of Use Pilot Prices

Exhibit No. RMM-31—Updated Calculation of Schedule 29 Non-Residential Time of Use Pilot

Exhibit No. RMM-32—Updated Street and Area Lighting Cost Study

Exhibit No. RMM-33—Updated Federal Tax Act Adjustment Prices

Exhibit No. RMM-34—Updated Tariff Pages

1	Q.	Are you the same Robert M. Meredith who previously submitted direct
2		testimony in this proceeding on behalf of PacifiCorp dba Pacific Power & Light
3		Company (PacifiCorp or the Company)?

4 A. Yes.

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PURPOSE OF SUPPLEMENTAL TESTIMONY

- Q. What is the purpose of your supplemental testimony?
- A. Based on the Company's revised revenue requirement, the purpose of my testimony is to present the functionalized class cost of service study, proposed revenue allocation of the requested revenue increase, and proposed rates. My testimony also updates the Company's billing determinants for Schedule 48T to correct for an error.
- 11 Q. What is the updated change in rates requested by the Company in this case?
- 12 Α. In its initial filing, the Company requested a net \$4.0 million, or 1.1 percent, decrease 13 that consisted of a base increase of \$3.1 million offset by a \$7.1 million decrease in 14 Schedule 197, Federal Tax Act Adjustment (FTAA). The Company is updating its 15 request to a net \$11.0 million, or 3.2 percent, increase that consists of a base increase 16 of \$29.8 million offset by an \$18.8 million FTAA decrease. As described in the 17 supplemental testimony of Ms. Shelley E. McCoy, the Company's revenue 18 requirement has been updated to reflect updated net power costs, depreciation rates, 19 and plant closure costs. To mitigate rate impacts, the Company is also updating its request to amortize deferred tax benefits over a three-year period instead of ten. 20

1 UPDATED BILLING DETERMINANTS 2 Q. Please describe the change made to billing determinants for Schedule 48T in this 3 supplemental filing. 4 Α. The Company discovered that it inadvertently considered Saturdays and Sundays as 5 entirely off-peak in its estimates of on-peak demand and percentages of energy that 6 would be on- and off-peak for billing determinants under its new proposed time of 7 use periods for Schedule 48T. This did not accurately reflect the proposed on-peak 8 period definition that the Company proposed for Schedule 48T, which would be 9 applicable to all days of the week. The estimated billing determinants for the 10 proposed time of use periods for Schedule 48T were corrected so that on-peak hours 11 would be included on Saturdays and Sundays. 12 0. Did the Company otherwise make any other changes to the way it calculated cost 13 of service, rate spread, or rate design? 14 A. No. Besides incorporating an updated revenue requirement, modifying the price for

- 14 A. No. Besides incorporating an updated revenue requirement, modifying the price for 15 the FTAA to reflect a three-year amortization, and correcting billing determinants for 16 Schedule 48T, the calculation of the cost of service, rate spread, and rate design is the 17 same as the Company's initial filing.
- 18 UPDATED EXHIBITS
- 19 Q. Please present your updated exhibits for this supplemental filing.
- 20 A. The following updated exhibits are included with this supplemental filing:
- Exhibit RMM-21 presents updated cost of service summaries by rate schedule and
 replaces Exhibit RMM-2.

- Exhibit RMM-22 shows updated cost of service results in more detail by class and
 function and replaces Exhibit RMM-3.
- Exhibit RMM-23 shows the detailed results of the updated cost of service study
 and replaces Exhibit RMM-4.
- Exhibit RMM-24 shows the impact of the proposed increase on each rate schedule
 and replaces Exhibit RMM-6.
- Exhibit RMM-25 contains the proposed prices and the billing determinants used
 in calculating proposed prices and replaces Exhibit RMM-7.
 - Exhibit RMM-26 contains monthly billing comparisons for customers with different consumption levels for each rate schedule and replaces ExhibitRMM-8.
 - Exhibit RMM-27 shows the justification for the proposed residential basic charge and replaces Exhibit RMM-9.
 - Exhibit RMM-28 shows the calculation of proposed Schedule 19 Residential
 Time of Use Pilot prices and replaces Exhibit RMM-11.
 - Exhibit RMM-29 shows the calculation of proposed Schedule 17 Low Income
 Bill Assistance credits and replaces Exhibit RMM-12.
 - Exhibit RMM-30 shows the calculation of proposed Schedule 40 Irrigation
 Time of Use Pilot prices and replaces Exhibit RMM-13.
- Exhibit RMM-31 shows the calculation of proposed Schedule 29 Non Residential Time of Use Pilot prices and replaces Exhibit RMM-14.
- Exhibit RMM-32 shows the updated Street and Area Lighting Cost Study and
 replaces Exhibit RMM-15.

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- Exhibit RMM-33 shows the calculation of proposed FTAA prices and replaces
- 2 Exhibit RMM-17.
- Exhibit RMM-34 contains revised tariff sheets incorporating the changes
- 4 proposed for approval in this proceeding and replaces Exhibit RMM-18.
- 5 Q. Does this conclude your supplemental testimony?
- 6 A. Yes.