

December 31, 2008

***VIA ELECTRONIC FILING***

Washington Utilities & Transportation Commission  
1300 S. Evergreen Park Drive SW  
Olympia, Washington 98504-7250

Attention: David Danner  
Executive Director & Secretary

**RE: Advice No 08-08  
Schedule 37 – Avoided Cost Purchases from Cogeneration and Small Power  
Purchases**

Pursuant to RCW 80.28.050 and 80.28.060 and the Washington Utilities and Transportation Commission's (the "Commission") Rules and Regulations, PacifiCorp, (d.b.a. Pacific Power) submits for filing a copy of the proposed tariffs applicable to Pacific Power's electric service in the state of Washington. Pacific Power respectfully requests an effective date of January 30, 2009.

Fourth Revision of Sheet No. 37.2	Schedule 37	Avoided Cost Purchases from Cogeneration and Small Power Production
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Pacific Power's (the "Company") current avoided cost prices became effective January 11, 2008. Since that time resource requirements, natural gas and market prices have changed as have the Company's avoided costs. Furthermore, power prices fluctuate from day to day, month to month and year to year. To provide incentives to small Qualifying Facilities ("QF"), minimize financial harm to customers and the Company from avoided cost volatility, these costs are revised annually. This filing is being made to bring the Commission approved avoided cost prices in line with the costs that the Company would expect to pay but for the QF resource.

Attachment A is a true and correct copy of the notice to be posted at the Company's designated principal and other business offices in Yakima, Washington. Attachment B is a listing of the proposed tariff sheets. Exhibit 1 is a summary of the Company's avoided cost calculation methodology.

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

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

By Fax: (503) 813-6060

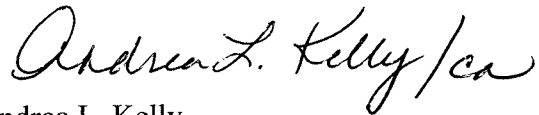
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By regular mail:                      Data Request Response Center  
   PacifiCorp  
   825 NE Multnomah, Suite 2000  
   Portland, OR 97232

Please direct any informal questions to:

Hui Shu	(503) 813-5540	<a href="mailto:hui.shu@pacificorp.com">hui.shu@pacificorp.com</a>
Cathie Allen	(503) 813-5934	<a href="mailto:cathie.allen@pacificorp.com">cathie.allen@pacificorp.com</a>

Sincerely,



Andrea L. Kelly  
Vice President, Regulation  
Pacific Power

Enclosures

**NOTICE  
PACIFIC POWER**

Pursuant to Washington Law (including without limitation RCW 80.28.050 and -060) and the Washington Utilities and Transportation Commission's (the "Commission") Rules & Regulations, Pacific Power has filed with the Commission the original tariff schedules for electric service in the State of Washington.

**Overview**

Pacific Power's (the "Company") current avoided cost prices became effective January 11, 2008. Since that time resource requirements, natural gas and market prices have changed as have the Company's avoided costs. Furthermore, power prices fluctuate from day to day, month to month and year to year. To provide incentives to small Qualifying Facilities ("QF") and to minimize costs to customers and the Company from avoided cost volatility, avoided cost prices are revised annually. This filing is being made to bring the Commission approved avoided cost prices in line with the costs that the Company would expect to pay but for the QF resource.

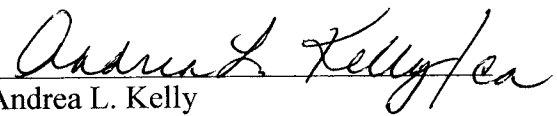
A complete public file of the proposed tariff sheets of the Company, applicable to this territory, is maintained in the Keys Road office in Yakima, Washington, and may be examined by any person or his agent upon request and without the assignment of any reason. A representative of the Company will provide any information requested as to such tariff schedule.

The Commission will examine the Company's proposed tariff sheets. As a result of such examination, the Commission may determine that any or all of said schedules should be accepted as filed, modified or rejected.

Unless suspended by the Commission, these tariff sheets will become effective January 30, 2009.

DATED: December 31, 2008

PACIFIC POWER

By   
Andrea L. Kelly  
Vice President, Regulation  
Pacific Power

The proposed tariff sheets to be revised in Pacific Power's currently effective Tariff WN U-74 are designated as follows:

Fourth Revision of Sheet No. 37.2

Schedule 37

Avoided Cost Purchases from  
Cogeneration and Small Power  
Production