

July 14, 2017

## VIA ELECTRONIC FILING AND OVERNIGHT DELIVERY

Steven V. King
Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive S.W.
P.O. Box 47250
Olympia, WA 98504-7250

## RE: Docket UE-17\_\_\_\_—Affiliated Interest Filing—PacifiCorp and NV Energy, underground cable

Under the provisions of RCW 80.16.020 and in accordance with WAC 480-100-245, Pacific Power & Light Company (Pacific Power or Company), a division of PacifiCorp, provides notice of the below-noted affiliated interest transaction with NV Energy, Inc. (NV Energy).

PacifiCorp is a wholly-owned indirect subsidiary of Berkshire Hathaway Energy. NV Energy is also a wholly-owned indirect subsidiary of Berkshire Hathaway Energy. RCW 80.16.020 includes in its definition of "affiliated interest," "every corporation five percent or more of whose voting securities are owned by any person or corporation owning five percent or more of the voting securities of such public service company or by any person or corporation in any such chain of successive ownership of five percent or more of voting securities." Therefore, Berkshire Hathaway Energy's ownership interest in PacifiCorp and NV Energy creates an affiliated interest relationship between PacifiCorp and NV Energy.

NV Energy is an energy holding company owning subsidiaries that are public utilities principally engaged in the business of generating, transmitting, distributing, and selling electricity, and distributing, selling, and transporting natural gas.

NV Energy has need for underground distribution cable for immediate underground projects in Carson City, Nevada. NV Energy has typically used the unaffiliated vendor Prysmian Cable for its purchases of underground cable in this area. However, increased demand at NV Energy, in conjunction with Prysmian Cable capacity issues, has limited Prysmian's ability to timely provide additional cable to NV Energy. Other unaffiliated vendors, including General Cable and Codale Electric, were solicited, but this is a specific cable and was not stocked by any other feasible supplier.

PacifiCorp, however, did have the correct cable in its working stock inventory in Utah. Receiving the cable from PacifiCorp is the fastest, most efficient way for NV Energy to acquire necessary cable, avoiding a delay of critical underground projects. PacifiCorp

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has the necessary cable and can provide 31,702 feet to NV Energy without compromising its own operations or ability to provide reliable electric service.

The Bill of Sale is provided as Attachment A. NV Energy will pay PacifiCorp the cost of the cable, including specified administrative expenses, which is higher than market price. The sale amount is \$73,475.90, reflecting a unit price of approximately \$2.32 per foot. The sale will also be subject to 6.85 percent Utah state sales tax. Market price for this cable is estimated to be approximately \$1.98 per foot based on pricing information provided by General Cable.

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

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

By regular mail: Data Request Response Center

PacifiCorp

825 NE Multnomah Street, Suite 2000

Portland, Oregon, 97232

Please contact Ariel Son, Regulatory Affairs Manager, at 503-813-5410 if you have any informal questions.

Sincerely,

/ S/

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Enclosures