

NOTICE OF PROPOSED RATE CHANGE

On March 17, 2023, PacifiCorp dba Pacific Power & Light Company (PacifiCorp) filed a multi-year rate plan (Docket UE-230172) with the Washington Utilities and Transportation Commission (UTC) to recover rising power costs, new capital investments needed to continue providing safe and reliable power, and rising capital costs, which includes an increase to PacifiCorp's authorized return on equity from 9.5% to 10.3%. This filing reflects a customer rate increase spread over two years: \$26.8 million (6.6% overall) starting March 1, 2024, and \$27.9 million (6.5% overall) starting March 1, 2025. Based on PacifiCorp's current rates and costs as estimated in April 2023, the company is expected to operate at a significant loss in 2023. Provided in the tables below is a breakdown of PacifiCorp's drivers for a rate increase:

Rate Year 1 Price Change Summary		Estimated Impact	
\$ million		\$ million	%
Reduction in coal depreciation & net book value		(65.4)	-16.05%
Net Power Costs (including production tax credit benefits)		56.3	13.82%
Non-Coal Pro Forma Capital Additions		13.4	3.29%
Amortization of Deferred Costs (COVID, Electric Vehicle Supply Environment, and Clean Energy Transformation Act)		7.4	1.81%
Increase in Other Operating Costs		9.1	2.23%
Proposed Change to Return on Equity		6.0	1.47%
Projected Rate Year 1 Price Change		26.8	6.57%

Rate Year 2 Price Change Summary		Estimated Impact	
\$ million		\$ million	%
Pro forma Capital Additions - Transmission & Wind		38.5	8.87%
End of Amortization of Deferred Costs (COVID, Electric Vehicle Supply Environment, and Clean Energy Transformation Act)		(7.4)	-1.70%
Wheeling Revenues & Other Adjustments		(3.2)	-0.74%
Projected Rate Year 2 Price Change		27.9	6.44%

For an average residential customer using 1,200 kilowatt-hours (kWh) per month, the bill will increase by \$12.11 in the first year, followed by \$9.34 in the second year. Average changes to monthly bills are provided in the table below.

The UTC will be reviewing and evaluating the merits of PacifiCorp's requests. Based on the results of the investigation and stakeholder advocacy, the UTC will decide whether to approve the requests. In addition, the UTC has the authority to increase or decrease the requested rate changes. You have the opportunity to comment on these filings as described below.



PUBLIC COMMENT HEARING

PacifiCorp customers can comment to the UTC in several ways, including by calling into a public comment hearing. You can participate in this meeting via Zoom or telephone. Public participation is a critical part of the rate-setting process. The UTC considers the impacts on customers and their families as they make a decision.

Date and Time: November 20, 2023, at 6 p.m.

Zoom: <https://utc-wa-gov.zoom.us/j/84788961145?pwd=ejRBNUoyYi9Qc2h1czVwZUNNTkZvUT09>

Call-in Number: (253) 215-8782

Meeting ID: 847 8896 1145

Passcode: 492613

For more information, including how to participate via Zoom please visit: www.utc.wa.gov/230172

If you would like to participate in the hearing or if you have questions about the process, please contact the UTC Consumer Protection Section at 1-888-333-9882 at least one day before the hearing. The UTC will provide you with additional information and sign you into the hearing. However, you can still participate in the hearing if you do not call in advance. Please remember to mute your Zoom or telephone connection as everyone in the hearing will be able to hear you and only come off mute when you are called on to speak.

In addition to the public hearing listed above, you can also submit comments to the UTC by the following methods.

Washington Utilities and Transportation Commission

Online comment form: <https://www.utc.wa.gov/consumers/submit-comment>

Email: comments@utc.wa.gov

Telephone: 1-888-333-WUTC (9882)

Mail: P.O. Box 47250, Olympia, WA 98504

Please include your name, the name of the company (PacifiCorp), a description of this filing, the docket number (UE-230172) and a contact method if you would like to receive more information about this filing.

The UTC is committed to providing reasonable accommodation for participants with disabilities. If you need reasonable accommodation to participate in this open meeting, please contact the Commission at 1-888-333-9882 or email consumer@utc.wa.gov.

Effect on Residential Customers

The following shows the proposed increases for single-family household residential customers with different usage levels.

\$ Per Month				
kWh Per Month	Present	Proposed 3/1/2024	Proposed 3/1/2025	Increase from Present
1,000	102.20	115.19	125.16	22.96
*1,200	124.59	137.98	148.19	23.59
1,500	158.19	172.17	182.73	24.54

\$ Per Month may not include all of the charges that appear on residential customer bills.

* An average residential customer in Washington uses 1,200 kWh per month.



Summary of Proposed Rate Changes

Overall increase: \$54.7 million, or 13.5% (for all customer classes)

Service Schedule	Service Description	Percent Increase			¢ Per kWh		
		3/1/2024	3/1/2025	Total from Present	Present	Proposed 3/1/2024	Proposed 3/1/2025
16,17,19	Residential	9.1	6.5	16.2	10.792	11.779	12.540
24	General - Small	0.0	6.5	6.5	10.589	10.589	11.274
29,36	General	3.3	6.5	10.0	9.088	9.389	9.996
47,48T	General - Large	9.1	6.5	16.2	8.481	9.256	9.858
48T-DF	General - Large (Dedicated Facilities)	9.1	6.5	16.3	7.106	7.756	8.261
40	Agricultural Pumping	9.1	6.5	16.2	9.471	10.332	11.008
15,51,53,54	Lighting	9.1	6.5	16.2	12.780	13.943	14.854

Note: ¢ Per kWh is based on average usage characteristics

HELPING CUSTOMERS MANAGE HIGHER ENERGY COSTS

If you need assistance managing your energy costs, contact us toll free at 888-221-7070 and we can set up an equal pay plan or put you in touch with local resources to help you:

- The federally funded Low Income Home Energy Assistance Program (LIHEAP) helps income-eligible households with energy costs. It is administrated by the Washington Department of Commerce through local agencies.
- Pacific Power's bill assistance program provides a bill discount to income-eligible households year-round. The program is administered through LIHEAP agencies.

Local agencies provide free weatherization services to income-qualifying homeowners and renters living in single-family homes, mobile homes or apartments.

Public Counsel

Residential and small business utility customers are represented by the Public Counsel Section of the Washington Attorney General's Office. You may contact the Public Counsel in writing at:

Public Counsel Unit
 Attorney General's Office
Email: utility@atg.wa.gov

In your comments, please reference Docket UE-230172. For more information about Public Counsel, visit:

www.atg.wa.gov/about-public-counsel

For more information or to contact PacifiCorp, please call us toll free at **1-888-221-7070**.

PacifiCorp
 825 NE Multnomah Street, Suite 2000
 Portland, Oregon 97232

ISSUED: [September 18]

