

Errata - Redline

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1 I. INTRODUCTION

2 Q. What is the purpose of this Prefiled Joint Testimony?

3 A. This prefiled joint testimony (Joint Testimony) recommends that the Washington
4 Utilities and Transportation Commission (Commission) approve the Settlement
5 Stipulation (Stipulation) in this case among PacifiCorp d/b/a Pacific Power & Light
6 Company (PacifiCorp or the Company), the Staff of the Washington Utilities and
7 Transportation Commission (Staff), The Energy Project (TEP), and Walmart Inc.
8 (Walmart) (individually, Party, and collectively, Parties). The Stipulation resolves all
9 of the issues in the proceeding and is supported by Staff, PacifiCorp, TEP, and
10 Walmart. Accordingly, the Stipulation is a full multi-party settlement under WAC
11 480-07-730(3)(a).

12 Q. Please state your names, titles, and the party you represent in this matter.

13 A. Our names, titles, and representation are as follows:

- 14 • ~~Douglas R. Staples~~Michael G. Wilding, Vice President, Energy Supply
- 15 ~~Management~~Net Power Cost Advisor, PacifiCorp.
- 16 • David C. Gomez, Assistant Power Supply Manager, Energy Regulation
- 17 Section, Staff.
- 18 • Shawn M. Collins, Director, TEP.
- 19 • Alex Kronauer, Senior Manager, Energy Services, Walmart.

20 Q. Mr. Staples, please provide information pertaining to your educational
21 background and professional experience.

22 A. My name is ~~Michael G. Wilding~~Douglas R. Staples. My business address is 825 NE
23 Multnomah Street, Suite 600, Portland, Oregon 97232. I am employed by PacifiCorp
24 as ~~Vice President, Energy Supply Management~~a Net Power Cost Advisor. Please see
25 Exhibit ~~MGWDRS-1CT~~filed on June 1, 2021, for testimony describing my
26 qualifications.

1 will be inherently more accurate simply because there will be less uncertainty around
2 the drivers of the price increases that have had a dramatic effect on prices over the
3 course of 2021.

4 **IV. THE STIPULATION SATISFIES THE PARTIES' INTERESTS**
5 **AND IS CONSISTENT WITH THE PUBLIC INTEREST**

6 **A. Statement of PacifiCorp (Michael G. Wilding-Douglas R. Staples)**

7 **Q. Please explain why PacifiCorp supports this Stipulation and believes it is in the**
8 **Public Interest.**

9 A. This settlement supports a more accurate and updated NPC baseline with reasonable
10 and appropriate adjustments. An accurate and updated NPC baseline supports a
11 properly functioning PCAM and ensures rates are set appropriately to reflect the
12 variable NPC necessary to serve customers. As described in much greater depth in
13 the direct and supplemental testimony of Mr. Douglas R. Staples in this proceeding,
14 the Company has switched from modeling its system with the GRID model to the
15 Aurora model. This stipulation reflects a number of reasonable adjustments to NPC
16 and includes the provision for an update in the Company's compliance filing after an
17 order is issued by the Commission. This allows for the use of the most accurate
18 information available to set NPC. An accurate NPC baseline ensures that the PCAM
19 can function in the way it was designed and allows customer rates to be more
20 predictable in the long run. Therefore, PacifiCorp recommends that the Commission
21 approve this settlement.

22 **Q. Does this methodology include the Day-Ahead/Real-Time (DA/RT) Adjustment?**

23 A. Yes.