

PacifiCorp IIJA/IRA Benefits-Related Efforts 2023

PacifiCorp, dba Pacific Power (or the Company) has been actively involved in researching and applying for funds related to the federal government's Infrastructure Investment and Jobs Act (IIJA) and will continue to do so as the Inflation Reduction Act (IRA) opportunities become available. This brief report will focus on Company efforts that touch the state of Washington. While the Company began its engagement with IIJA funding in late 2022, this brief report will describe Company efforts in 2023 to stay abreast of funding opportunities, Company applications, and their status to date.

PacifiCorp Funding Evaluation Process

In 2023, the Company began receiving bimonthly reports from two consultant partners, one, Accenture, working at the PacifiCorp level, and another, Momentum, which had been hired by an affiliate company within the umbrella of Berkshire Hathaway Energy. An additional biweekly report requiring Company updates on IIJA/IRA engagement served to alert multiple work groups at PacifiCorp about funding opportunities, timelines, and requirements.

Federal funding opportunities are reviewed with cross-functional teams to determine relevance to PacifiCorp, alignment with planned projects, and weighed based on the level of effort and potential federal funding support. Once the Company determined to pursue funding opportunities, various work groups identified resources, both in-house and consultant, to complete the concept papers, outreach, applications, and, in some cases, post-award consultation. In most cases, given application requirements, resource and expertise was provided by a wide range of work groups including procurement, regulatory, legal, engineering, community relations, government affairs, finance, etc.

PacifiCorp considers work related with this federal funding to be of limited duration, and so determined that generally, consultant-based support rather than full-time staff would be appropriate. Over the next two years, PacifiCorp will continue to develop its federal grant strategy to include management and compliance for awarded grants. PacifiCorp continues to actively evaluate all relevant IIJA/IRA opportunities to maximize federal funding support for its customers. We are seeking a mix of grants, loans, tax credits and the benefits of federal funds would be applied in the subsequent rate case filings and is collaborating with other utilities (IOUs and COUs), universities, and non-profits to enhance the impact of federally funded projects.

Federal IIJA and IRA benefits are an integral part of formulating our future resource plans, as these benefits allow PacifiCorp to achieve our GHG reduction goals (reduce GHGs by 78% by 2030 as compared to 2005 levels, and 90% by 2035) at a reduced cost to our customers. As a note, the U.S. DOE's IIJA priorities are geared toward driving the utility industry forward – so organizations awarded funds will engage in significant infrastructure projects, jobs, and clean energy innovation that will ultimately provide best practices to radiate out to the industry at large. The DOE is looking for new, innovative projects that will advance adoption of new

technologies and methodologies. The Company's grant applications have included a project portfolio that balances the requirement to be 'competitive in its grant applications', while also to 'use federal dollars to part-fund high-priority projects in our capital plan, and ultimately reduce pressure on customer rates'.

Barriers to Application

PacifiCorp must use its funds prudently. While federal grants represent significant financial potential the limitations are critical: grant funding programs are extremely competitive, and success rates are low; general funds are associated with stringent compliance and reporting obligations that may lead to increased project management costs; our Company must evaluate our ability to meet compliance requirements (such as "Buy America" provisions) on a case-by-case basis, and such provisions may also constitute barriers in certain instances; all grants require a match of some percentage, up to half of the grant amount so significant projects not already in the Company capital plan must be excluded from consideration.

PacifiCorp 2023 Funding Efforts - Washington

Grant/Loan	Project Name	Est. Grant Amount \$	Approx. Match \$	Description	Status/Timeline
GRIP 1 / DE-FOA-0002740/40107	Resiliency Enhancement for Fire Mitigation Operational Risk Management (REFORM)	\$49,451,103	\$53,294,270	[REDACTED]	Posted fall 2022 Full application submitted spring 2023 Awarded fall 2023 in negotiations with NETL June 2024
GRIP 1 / DE-FOA-0002740/40103b	Growing Regional Economic Activity Through Energy Resilience (GREATER)* (submitted by Utah Office of Energy Development)	\$155,000,000	155,000,000	[REDACTED]	Posted fall 2022 Full application submitted spring 2023 Not awarded
GRIP 2/ DE-FOA-0003195/40107	TREAT: Transmission and Renewable Enhancement through Advanced Technologies	\$94,000,000	\$95,000,000	[REDACTED]	Posted fall 2023 Full application submitted spring 2024 Pending DOE response, expected fall 2024
GRIP 2/ GRIP 2/ DE-FOA-0003195/40101c	Western Region Wildfire Resiliency Alliance (W2R2)	\$125,000,000	\$128,000,000	[REDACTED]	Posted fall 2023 Full application submitted spring 2024 Pending DOE response, expected fall 2024

REDACTED

Grant/Loan	Project Name	Est. Grant Amount \$	Approx. Match \$	Description	Status/Timeline
Title 17 Loan / Energy infrastructure Reinvestment (EIR) Funding	WIRE: Western Interconnected Renewable Energy			[REDACTED]	Part 1 application submitted December 2023 Part 2 application submitted March 2024 In discussions with loan programs office
Production tax credits (PTC) and investment tax credits (ITC), as applicable				[REDACTED]	
Hydro -NA				[REDACTED]	
TE				[REDACTED]	
DOT Charging and Fueling Infrastructure Grant Program				[REDACTED]	March 2023 announced Deadline June 2023
EPA / Solar for All				[REDACTED]	Announced June 2023 Application due 9/26/23
EDA Tech Hubs	Pacific Northwest Smart Energy Hub (PNW-SHE)			[REDACTED]	Submitted August 2023 by PSU