Service Date: October 31, 2018



## STATE OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 ● Olympia, Washington 98504-7250 (360) 664-1160 ● www.utc.wa.gov

October 31, 2018

RE: In the Matter of Pacific Power & Light Company 2017 Power Cost Adjustment Mechanism Annual Report, Docket UE-180494

## TO ALL PARTIES:

On May 26, 2015, the Washington Utilities and Transportation Commission (Commission) issued Order 09 in Docket UE-140762 (Order 09) approving a Settlement Stipulation and authorizing Pacific Power & Light Company (Pacific Power or Company) to implement a Power Cost Adjustment Mechanism (PCAM). Order 09 required Pacific Power to file by June 1 of each year a request to confirm the power costs of the prior calendar year and to authorize the deferral of any costs that exceed established thresholds under the PCAM.

On June 1, 2018, Pacific Power filed such a request with supporting testimony, exhibits, and documentation for the period from January 1, 2017, through December 31, 2017.

On August 30, 2018, the Commission issued Order 01, Order Approving 2017 PCAM Report, in this docket (Order 01), approving Pacific Power's request and requiring the Company to file a tariff revision to its Schedule 97, effective November 1, 2018, to pass back the accumulated credit deferral of \$17,899,494 to ratepayers over a 12-month period beginning November 1, 2018, and ending October 31, 2019.

On October 8, 2018, Pacific Power filed with the Commission a Petition to Alter the Sur-Credit Amortization and Effective Date (Petition) requesting that the Commission amend Order 01 to allow the Company to amortize the accumulated deferral balance over a 24-month period beginning January 1, 2019.

On October 19, 2018, the Commission issued Order 02, Denying Petition to Amend Order (Order 02) and directing Pacific Power to file revisions to its Tariff Schedule 97 to refund \$17,899,494 to customers beginning November 1, 2018, with an amortization period of 12-months consistent with the terms of Order 01.

On October 24, 2018, the Company submitted its revised tariff pages with a requested effective date of November 1, 2018.

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On October 30, 2018, Commission staff (Staff) filed a letter in this docket stating that Staff believes the tariff revisions satisfy the requirements of Order 02.

The Commission has reviewed the tariff revisions and finds that they comply with the requirements of Order 02. The revised tariff pages filed on October 24, 2018, will become effective on November 1, 2018, by operation of law.

MARK L. JOHNSON Executive Director and Secretary