



Utility	<b>Pacific Power &amp; Light Company</b>
Compliance Year	<b>2017</b>

**Notes, including a brief description of the methodology used to establish the utility's ten-year potential and biennial target to capture cost-effective conservation:**

The quantities submitted above include all areas of conservation effort and achievement, because the Commerce Conservation Report includes areas of conservation that are not used for target setting at the Utilities and Transportation Commission (UTC).

The 2016-2017 MWh target of 87,814 was approved in Docket UE-152072 in accordance with WAC 480-109-120 and then updated to include the incremental conservation target approved in UE-152253. The target does not include savings reported by the Northwest Energy Efficiency Alliance (NEEA).

2016-2017 Biennial UTC Target	Docket and Order	Types and quantities of savings withheld from target
87,814 MWh	UE-152072	NEEA - 5,245 MWh
90,009 MWh	UE-152253 Incremental increase	NEEA - 5,245 MWh

On December 17, 2015, the Commission approved a target of 87,814 MWh for the 2016-2017 biennium in Order 01 in Docket UE-152072. On September 1, 2016, the Commission issued Order 12 in Docket UE-152253. Section (7)(4) of the Order specifies, *“Pacific Power must increase its annual conservation targets by 2.5 percent for the current 2016-2017 biennium, and by 5 percent per biennium thereafter through the period when decoupling is in effect. The Company’s failure to meet its incremental conservation target will be subject to financial penalties.”* On September 30, 2016, the Company provided its Demand-Side Management Advisory Group an illustration of how this provision would impact the target for the current biennial period and agreed to provide similar information in the 2017 Annual Conservation Plan. Excludes expected savings from Northwest Energy Efficiency Alliance initiatives.