

February 27, 2018

## VIA ELECTRONIC FILING AND OVERNIGHT DELIVERY

Steven V. King
Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
P.O. Box 47250
Olympia, WA 98504-7250

State Of WASH. SIL. AND TRANSP.

RE: Docket UE-152072—Pacific Power's Updated 2017 Annual Conservation Plan and 2016 Washington Annual Report on Conservation Acquisition (and Appendix One)

Pacific Power & Light Company (Pacific Power), a division of PacifiCorp, submits its updated annual conservation plan and 2016 annual report on conservation acquisition. Draft versions of these documents were provided to the company's demand-side management (DSM) Advisory Group on December 29, 2017, and are now being filed to complete the Commission's record.

**Updated 2017 Annual Conservation Plan:** The update includes information on program changes that, after following the prescribed changes process, became effective during 2017. The updated plan is intended to satisfy Condition (5) of Order 01 in Docket UE-152072 to "..maintain its conservation tariffs with program descriptions on file with the Commission. Program details about specific measures, incentives, and eligibility requirements must be filed as tariff attachments or as revisions to PacifiCorp's DSM Business Plan." The Updated 2017 Annual Conservation Plan also includes a re-forecast for the biennial period. The possibility of a projected shortfall was communicated to the DSM Advisory Group on December 15, 2017.

Updated 2016 Washington Annual Report on Conservation Acquisition (and Appendix 1): This report outlines acquisitions during 2016. Pacific Power shared the draft report with its DSM Advisory Group on May 1, 2017, and submitted the final report that incorporated comments on June 1, 2017. In July 2017, discrepancies were found with measure life(s) utilized in the cost effectiveness analysis of the wattsmart Business measures. These discrepancies were an unintended consequence of implementing the Washington Savings Verification recommendation to assign measure life at the measure level (instead of the measure group level) for custom measures. Once the measure lives were re-verified, cost effectiveness for the measure groups, program, and portfolio were re-assessed and the minor impacts were incorporated into the revised report. The wattsmart Business program and overall portfolio remained cost effective after the updates were completed.

Changes are found at the following places in the report:

- o Page 5 Net benefits 4th paragraph
- o Page 6 Table 1
- o Page 38 Table 19

Washington Utilities and Transportation Commission February 27, 2018 Page 2

- o Appendix 1 page 3 tables 4-10
- o Appendix 1 WSB section tables 3-16

Please direct any informal inquiries regarding this filing to me at 503-813-5410.

Sincerely,

/S/

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## Enclosures

152072-PPL-Updated-2017-Conservation-Plan-2-27-18.pdf 152072-PPL-Updated-2016-ARpt-Conservation-Acquisition-2-27-18.pdf 152072-PPL-Apdx-1-2-27-18.pdf