

825 NE Multnomah, Suite 2000 Portland, Oregon 97232

AND TRANSP

COMMISSION

April 19, 2021

VIA ELECTRONIC FILING

Mark L. Johnson Executive Director and Secretary Washington Utilities and Transportation Commission 621 Woodland Square Loop SE Lacey, Washington 98503-1036

RE: Docket UE-21_____Affiliated Interest Filing— PacifiCorp and Bridger Coal Company

Under the provisions of RCW 80.16.020 and in accordance with WAC 480-100-245, PacifiCorp dba Pacific Power & Light Company (PacifiCorp), provides notice of an affiliated interest transaction with Bridger Coal Company (Bridger) for a *First Amendment to Lease Agreement* (Agreement). The Agreement will amend the existing property lease to allow for an extension of the lease for up to years. The original Lease Agreement is dated May 27, 1981 and provided the terms by which Bridger leases certain real property, which is located in the East Half of the East Half of the Southeast Quarter (E/2E/2SE/4) of Section 25, Township 21 North, Range 101 West, 6th PM, Sweetwater County, Wyoming. The subject property is jointly owned by PacifiCorp and Idaho Power Company. Bridger, leases portions of the property to access its facilities and has a continuing need to do so. A verified copy of the Agreement, along with the original lease, is included with this Notice as <u>Confidential Attachment A</u>. Also included with this filing is a verification from Erik M. Carlson, Senior Property Specialist, regarding the Agreement. PacifiCorp provides the Agreement as confidential in accordance with WAC 480-07-160. The Agreement contains sensitive pricing and cost information which, if disclosed to the public, could erode the Company's ability to bargain with vendors in the future.

Bridger is 66.7% owned by Pacific Minerals, Inc., which in turn is a wholly-owned direct subsidiary of PacifiCorp. (The other 33.3% of Bridger is owned by Idaho Power Company, successor in interest to Idaho Energy Resources Co. and a wholly-owned direct subsidiary of IDACORP.) RCW 80.16.010 includes in its definition of "affiliated interest", "every corporation five percent or more of whose voting securities are owned by any person or corporation owning five percent or more of the voting securities of such public service company or by any person or corporation in any such chain of successive ownership of five percent or more of voting securities." Therefore, PacifiCorp's ownership interest in Bridger creates an affiliated interest relationship between PacifiCorp and Bridger.

The Agreement replaces Section 2 of the lease in its entirety with the following:



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Market lease value was determined through a review and analysis of comparable parcels for sale in the area.

Approving the amendment to the lease is in the public interest because it gives Bridger continued access to the property – access necessary for Bridger to carry out its operations in service to its customers. Moreover, PacifiCorp will financially benefit from the amended lease. As the property's owners, PacifiCorp along with Idaho Power Company are the only entities that can provide the amended lease to Bridger.

It is respectfully requested that all formal correspondence and Staff requests regarding this material be addressed to:

By email (preferred):	datarequest@pacificorp.com
By regular mail:	Data Request Response Center Pacific Power 825 NE Multnomah St Ste 2000 Portland OR 97232-2152

Please contact Ariel Son at (503) 813-5410 if you have any informal questions.

Sincerely,

/s/

Shelley McCoy Director, Regulation PacifiCorp 825 NE Multnomah Street, Suite 2000 Portland, Oregon 97232-2152 (503) 813-5292 shelley.mccoy@pacificorp.com

Enclosures NEW-PPL-Attach-A-4-19-21 (C).pdf NEW-PPL-Attach-A-4-19-21 (R).pdf NEW-PPL-Verification-Carlson-4-19-21.pdf