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UTAH PUBLIC
SERVICE COMMISSION

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April 15, 2008

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Public Service Commission of Utah
Heber M. Wells Building
160 East 300 South
Salt Lake City, UT 84110

Attn: Ms. Julie Orchard
Commission Secretary

Re: Notice of Filing Rocky Mountain Power's 2008R-1 RFP

Dear Commissioners:

Pursuant to Subsection 54-17-502(2)(a)(ii)(A), as enacted by Utah Senate Bill 202, Rocky Mountain Power (the "Company") hereby advises the Commission that to implement this subsection the Company will be issuing the request for proposal ("RFP") for new renewable resources ("2008R-1 RFP"). The Company anticipates issuance of the 2008R-1 RFP in the second quarter of 2008. The Company is providing this notice to allow the Commission time to hire a consultant to monitor and document the RFP process, as provided in Subsection 54-17-502(2)(a)(ii)(B), as enacted by Utah Senate Bill 202.

The 2008R-1 RFP will solicit system wide (east and west) renewable resources new to the Company's portfolio and which are capable of delivery in or into PacifiCorp's network transmission system. The request will be for renewable resources with commercial operation dates starting no later than December 31, 2011. For purposes of 2008R-1 RFP, each renewable resource is limited in size to no more than 300 MW, which is the upper limit permitted by Utah SB 202.¹

¹ PacifiCorp anticipates that pursuant to Utah Senate Bill 202, it will be issuing renewable RFPs in January of each year for the next several years. To conform with Utah Senate Bill 202, the Company will use a form of "shelf"issuance registration for future renewable RFPs. PacifiCorp also will be developing criteria for pre-approval or pre-qualification of bidders, which should facilitate the process.

The 2008R-1 RFP will permit qualified bidders to bid qualifying renewable resources in the form of a power purchase agreement, asset transfer arrangements, such as a build own transfer, or some other form of agreement (such as a full or partial facility lease).

In addition to bidding in renewable resources, bidders will have the option to bid in renewable resources coupled with energy storage. Energy storage has the distinct advantage of potentially enabling higher penetrations of intermittent renewable energy in the Company's portfolio. Pumped water, compressed air, battery storage, or other contractual forms that result in a renewable resource can firm intermittent renewable resources and therefore create an energy resource that can be scheduled to match customer demand or result in a high degree of dependability throughout a prescribed time period.

RFP 2008R-1 will not be duplicative of RFP 2012 (Base Load solicitation) or 2008 RFP (Base Load, Intermediate Load, Peak Load solicitation). 2008R-1 RFP will request renewable resources located in the Western Electricity Coordinating Council that are compliant with existing or anticipated renewable portfolio standards, which may result in some modest duplication with RFP 2008R, which sought bids for renewable energy projects less than 100 MW or for a duration of less than 5 years. The time for submissions of interest and submission of bids published in RFP 2008R made it difficult and potentially confusing to bidders to simply modify that RFP, which is one option permitted under Subsection 54-17-502(2)(a)(ii)(A). Thus, the Company concluded to issue a new RFP 2008R-1, as also permitted by that Subsection. If the same project is bid in RFP 2008R and RFP 2008R-1, each bid will be considered under the terms of the RFP under which the bid is presented. It is generally expected that wind resources will be the primary bidders but other forms of renewable resources will be accepted. The Company will further define each such complaint renewable resource in the draft form of RFP submitted to the Commission for approval.

Sincerely,



Mark C. Moench
Senior Vice President and
General Counsel
Rocky Mountain Power

cc: Stefan Bird
Jeff Larsen
Stacey Kusters