DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER

COMMISSIONER RAPER
COMMISSIONER ANDERSON
COMMISSION SECRETARY

COMMISSION STAFF

LEGAL

FROM: EDWARD JEWELL

DEPUTY ATTORNEY GENERAL

DATE: JUNE 26, 2020

SUBJECT: IN THE MATTER OF THE APPLICATION FOR APPROVAL OF THE

POWER PURCHASE AGREEMENT BETWEEN PACIFICORP AND COMMERCIAL ENERGY MANAGEMENT, INC.; CASE NO. PAC-E-20-

09.

On June 8, 2020, Rocky Mountain Power a division of PacifiCorp ("Rocky Mountain Power" or "Company") filed an Application requesting the Commission approve or reject an amendment to a Power Purchase Agreement ("PPA") between the Company and Commercial Energy Management, Inc. ("CEM"). CEM owns and operates a 900 kW hydro-electric qualifying facility under the Public Utility Regulatory Policies Act of 1978.

CEM and Rocky Mountain Power entered a PPA on November 21, 1991, which expired May 31, 2020. CEM and the Company are in the process of negotiating a replacement contract for the sale of energy and capacity and a separate standalone contract that addresses interconnection requirements. In the interim, the Company and CEM agreed to extend the current PPA from June 1, 2020 through February 28, 2021, with updated pricing for energy sales during the extended term.

STAFF RECOMMENDATION

Staff recommends the Commission process the case by Modified Procedure with a 45-day comment period and a seven-day reply comment period.

COMMISSION DECISION

Does the Commission wish to process the case by Modified Procedure and establish a 45-day comment period and a seven-day reply period?

Edward J. Sewell

Deputy Attorney General

I:\Legal\ELECTRIC\PAC-E-20-09\PACE2009_dec memo_ej.doc