

Purpose

The purpose of this schedule is to describe generally the terms and conditions of service provided by the Company pursuant to special contracts approved by the Oregon Public Utility Commission under OAR 860-22-035. In each case, the rights and obligations of the parties are as specified in detail in the respective special contracts. In the event of any ambiguity or conflict between the summaries in this schedule and the substantive provisions of the special contracts, the terms of the special contracts shall be controlling. A copy of each special contract is available for public inspection at each of the Company's district offices in Oregon.

Available

In all territory served by the Company in the State of Oregon.

Applicable

For those Customers demonstrating that they meet the eligibility criteria established under House Bill 2144, as is now contained under 1987 Session Laws Chapter 900, and Oregon Public Utility Commission Order No. 87-402. These eligibility criteria are summarized as follows:

Eligibility Criteria Questions Summarized from House Bill 2144

1. Does the special contract generate revenues at least sufficient to cover relevant short and long run costs of the Company during the term of the contract?
2. Does the special contract generate revenue sufficient to insure that just and reasonable rates are established for remaining customers of the Company?
3. Is it appropriate to incorporate interruption of service in the special contract?
4. Does the special contract require the Company to acquire new resources to serve the load?
5. For service to load not previously served, what is the effect of the special contract on the Company's average system cost through the residential exchange provisions of the Regional Power Act?

Eligibility Criteria Summarized from Order No. 87-402

1. The general legal standards for special contracts are:
 - a. Classes of customers must be based on reasonable considerations so that customers receiving "like and contemporaneous service under substantially similar circumstances" are placed in the same class.
 - b. Classes of customers must be open-ended, so that any customer meeting the criteria for the class qualifies for the special contract.
 - c. Special contracts can be offered only for the purpose of providing just and reasonable rates for remaining customers.
2. The purpose of the special contract must be to benefit the Company's other customers by maximizing contribution to the Company's fixed costs from customers receiving the special contract. This implies that the special contracts should be offered only to customers with viable alternatives to the Company's service. Those "discretionary" customers are customers which:
 - a. Use volumes large enough to justify the cost of administering a special contract, and
 - b. Can switch fuels, or
 - c. Can purchase their own supplies and install their own distribution system, or
 - d. Are otherwise so price sensitive that a special contract would increase consumption enough to increase the customer's contribution to the Company's fixed costs.

(continued)

Applicable *(continued)*

3. The special contract for discretionary customers must be designed to maximize contribution to fixed costs from customers receiving the special contract. In addition, the contract price must be greater than variable cost plus a minimum contribution to fixed costs. As the Company's system nears capacity, the minimum contract price must reflect the impact of system expansion on average costs.
4. Special contracts are permissible subject to the following conditions:
 - a. Similar special contracts must be made available to any customer meeting the criteria for the class; and
 - b. The Commission must be able to change any special contract.
5. The following are permissible classification criteria:
 - a. Volume of use
 - b. End use, at least to the extent difference in end use concisely describes difference in demands placed on the Company.
 - c. Other factors affecting the contract price the customer will pay for the Company's service.
6. The following are not permissible criteria:
 - a. Past usage
 - b. Impacts on social policy goals unrelated to the Commission's mandate.

Special Contracts

Eligibility criteria listed below under each special contract generally indicate the unique characteristics of each Customer which are used in evaluating each special contract in accordance with the eligibility criteria set forth above in the **APPLICABLE** section of this Tariff Schedule. All Monthly Billings shall be adjusted in accordance with Schedule 80 plus the applicable adjustment schedules as specified in Schedule 90.

Consumers who were served on special contracts with prices linked to the Company's Schedules 47T or 48T shall be served under the present Schedules 47 or 48 Delivery Service tariff and Schedule 201 or 247 Cost-Based Supply Service tariff as appropriate.

(continued)

Special Contracts *(continued)*

1. Georgia Pacific - Camas

- Effective Date: Effective upon commencement of construction of the new generating unit at the site, but no earlier than October 1, 1993.
- Term: Twenty years
- Price Adjustment: All billings are calculated under Schedule 48.
- Special Conditions: • Pacific will own a cogeneration facility under construction on Customer's site and has an option to participate in a gas turbine project on the Customer's Site.
- Eligibility Criteria: Customers who have:
- on-site cogeneration facilities, and
 - transferred to PacifiCorp rights to develop all currently identifiable cost-effective on-site generation potential, and
 - committed to sole reliance on PacifiCorp as a source of electric service for a significant period of years.

Other eligibility criteria are set forth in the **APPLICABLE** section of this Tariff Schedule.