Confidential per WAC 480-07-160

Exh. RJM-1CT_r

Docket UE-23____0172 Witness: Ramon J. Mitchell

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

PACIFICORP dba
PACIFIC POWER & LIGHT COMPANY

Respondent.

Docket UE-23——0172

PACIFICORP

REDACTED DIRECT TESTIMONY OF RAMON J. MITCHELL

1	Q.	If Washington provides no-cost allowances to account for Washington load
2		service, why is the Cap and Invest program still resulting in increased NPC?
3	A.	As previously mentioned, in the WIJAM spreadsheet allocation method there is a net
4		open position that results from insufficient energy allocated to serve Washington load.
5		This net open position is closed with modeled energy at average market prices and the
6		resulting cost increases Washington-allocated NPC. Since the Cap and Invest program
7		decreases the energy output (generation) at the Chehalis plant, the WIJAM's net open
8		position becomes larger. Therefore, the resulting cost to close this net open position
9		becomes correspondingly greater.
10		C. Jim Bridger's Gas Conversion
11	Q.	Please describe what is taking place at Jim Bridger Units 1 and 2.
12	A.	Jim Bridger Units 1 and 2 are proposed to be converted to gas-fired units. Currently,
13		these two units are coal-fired. The Company's proposal to convert Jim Bridger Units
14		1 and 2 was filed in a separate application on December 9, 2022, and is a pending
15		case with the Wyoming Public Service Commission. ⁷
16	Q.	Why are Jim Bridger Units 1 and 2 being converted to gas?
17	A.	Emissions requirements imposed by the EPA required the installation of a selective
18		catalytic reduction system to reduce NO _x emissions from Jim Bridger Units 1 and 2
19		for continued coal-fired operations. § pPast December 31, 2023-, Ggas conversion was
20		identified as a more economically viable option in the long-term analysis of the

⁷ See, In the Matter of the Application of Rocky Mountain Power for Authority to Convert the Primary Fuel Source from Jim Bridger Power Plant Units 1 and 2 from Coal to Natural Gas, Docket No. 20000-628-EA-22 (Record No. 17212).

⁸ 40 C.F.R. §52.2636(d)(1).

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