

Rocky Mountain Power  
Docket No. 10-035-  
Witness: Bruce N. Williams

BEFORE THE PUBLIC SERVICE COMMISSION  
OF THE STATE OF UTAH

ROCKY MOUNTAIN POWER

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Direct Testimony of Bruce N. Williams  
PacifiCorp Financing of Construction Projects

February 2010

1 **Q. Please state your name, business address and position with PacifiCorp dba**  
2 **Rocky Mountain Power.**

3 A. My name is Bruce N. Williams. My business address is 825 NE Multnomah,  
4 Suite 1900, Portland, Oregon 97232. I am the Vice President and Treasurer of  
5 PacifiCorp.

6 **Qualifications**

7 **Q. Please describe your education and business experience.**

8 A. I received a Bachelor of Science degree in Business Administration with a  
9 concentration in Finance from Oregon State University in June 1980. I also  
10 received the Chartered Financial Analyst designation upon passing the  
11 examination in September 1986. I have been employed by the Company for 24  
12 years. My business experience has included financing of the Company's electric  
13 operations and non-utility activities, investment management, and investor  
14 relations.

15 **Q. Please describe your present duties.**

16 A. I am responsible for the Company's treasury, pension and other investment  
17 management activities.

18 **Q. What is the purpose of your testimony?**

19 A. My testimony describes how the Company financed the construction of the Dave  
20 Johnston Pollution control equipment and the Ben Lomond to Terminal  
21 transmission line project (both the "Plant Additions").

22 **Q. How did the Company finance the Plant Additions?**

23 A. The Company used a blend of capital including operating cash flows, the issuance

24 of new long-term and short debt and new equity capital to fund the construction of  
25 the Plant Additions.

26 The long-term debt issuance of January 2009 helped fund a portion of the  
27 costs of the Plant Additions. In addition, the \$125 million capital contribution  
28 received during December 2009 from our indirect parent company, MidAmerican  
29 Energy Holdings Company, also assisted in financing the Plant Additions.

30 I have included a copy of the Prospectus Supplement from the January  
31 2009 long-term debt offering as Exhibit RMP\_\_\_\_(BNW-1).

32 **Q. Did the Company disclose or discuss the Plant Additions with Rating**  
33 **Agencies?**

34 A. Yes, the Plant Additions have been included in materials presented to Rating  
35 Agencies as well as in presentation to investors. In addition, the Plant Additions  
36 have been disclosed in PacifiCorp's Annual Report on Form 10-K for the fiscal  
37 year ending December 31, 2008 ("Form 10-K"). Copies of the Form 10-K are  
38 also provided to the Rating Agencies.

39 I have included copies of the relevant pages from rating agency  
40 presentations as Confidential Exhibit RMP\_\_\_\_(BNW-2) and the Form 10-K  
41 disclosing the Plant Additions as Exhibit RMP\_\_\_\_(BNW-3).

42 **Q. Does this conclude your direct testimony?**

43 A. Yes.