

# **APPENDIX A**

**Exhibit \_\_ (PMW-2)  
Summary of WCA Methodology**

Exhibit No. \_\_\_(PMW-2)  
Docket No. UE-06\_\_\_\_\_  
2006 PP&L Rate Case  
Witness: Paul M. Wrigley

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,

Complainant,

vs.

PACIFICORP dba Pacific Power & Light  
Company,

Respondent.

Docket No. UE-06\_\_\_\_\_

**PACIFICORP**

**EXHIBIT OF PAUL M. WRIGLEY**

**Summary of West Control Area  
Allocation Method**

**October 2006**

**PACIFICORP**  
**SUMMARY OF WEST CONTROL AREA**  
**ALLOCATION METHOD**

<b>West Control Area - Washington</b>	
<b>Plant:</b>	
<b>Generation</b>	Bridger (based on west control area transmission capacity), Colstrip, Hermiston, Leaning Juniper and west control area hydro generation are assigned to the west control area. All other generation plant is excluded. West control area resources are allocated on the Control Area Energy factor (CAEW).
<b>Transmission</b>	Transmission Plant located in California, Oregon and Washington, Colstrip Transmission, all other Montana Transmission, Idaho Pacific Transmission and Jim Bridger Transmission lines Kinport and Borah are assigned to the west control area. These are allocated on the CAEW factor.
<b>Distribution</b>	Situs
<b>General/Intangible</b>	Generation, Transmission and Distribution per above. Customer related - CN (number of customers). General Office - SO (Gross Plant)
<b>O&amp;M:</b>	
<b>Generation</b>	CAEW
<b>Transmission</b>	CAEW
<b>Distribution</b>	Situs, System Net Plant Distribution (SNPD)
<b>Customer Account, Customer Service, Sales</b>	Distribution Related - Situs (SNPD) System Related - CN
<b>A&amp;G</b>	Distribution Related - Situs Customer Related - CN Other A&G - SO
<b>Other Expenses:</b>	
<b>Depreciation/Amortization</b>	Follows plant
<b>Taxes Other Than Income</b>	Franchise - Situs Property Tax - Gross Plant System (same as SO) Payroll Taxes - SO Utah Gross Receipts Tax - N/A Washington Public Utility Tax - Situs Energy Taxes - CAEW
<b>Deferred Income Taxes, Schedule Ms and Accumulated Deferred Taxes</b>	Existing Plant - Power Tax Output by Jurisdiction. Capital Additions and New Resources - Allocated on same basis as plant.
<b>State Income Taxes</b>	Situs
<b>Federal Income Taxes</b>	Calculated in Jurisdictional Allocation Model

**PACIFICORP  
SUMMARY OF WEST CONTROL AREA  
ALLOCATION METHOD**

	West Control Area - Washington
<b>Net Power Costs:</b>	
<b>Fuel</b>	CAEW
<b>Wholesale Sales</b>	Firm CAEW Non-Firm CAEW
<b>Purchased Power</b>	Firm CAEW Washington QFs - Situs to Washington. Non-Firm CAEW
<b>Wheeling Expense</b>	Contracts for delivery within the west control area are assigned to the west control area. Firm CAEW Non-Firm CAEW