

Exhibit for PacifiCorp Retirement Plan

Reconciliation of Projected FY 2006 Expense from Actual FY 2005 Expense

Expense (in millions)	Electric Operations	Total Plan
Actual Fiscal Year 2005 Expense	\$31.5	\$35.8
Expected increase due to aging and benefit accruals during FY 2005	3.0	3.4
Increase due to continued recognition of deferred asset losses	9.8	9.8
Decrease due to favorable asset return during FY 2005	(2.9)	(3.1)
Impact of change in discount rate from 6.25% to 5.75%	8.5	9.2
Projected Fiscal Year 2006 Expense	\$49.9	\$55.1

Projection Assumptions

- Discount rates: 6.25% for FY 2005, and 5.75% for FY 2006
- Expected return on assets: 8.75% for all years
- Active participant increase of 250 during 2004, based on actual 2003 hires; constant thereafter
- Pay increases of 4%
- 11.5% rate of return on market value of assets during 2004