

Exhibit No. ___ (DPK-3)
Docket No. UE-050684
Witness: Danny P. Kermode

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

**PACIFICORP, d/b/a Pacific Power &
Light Company, Respondent.**

DOCKET NO. UE-050684

**EXHIBIT TO
TESTIMONY OF**

Danny P. Kermode

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

RE: PACIFICORP GENERAL RATE CASE

Adjustment 7.2, Property Taxes

November 3, 2005

Adjustment 7.2, Property Tax

Line No.		(a) Company	(b) Staff	(c) Difference (b)-(a)	(d) Source
1					
2					
3					
4	Actual Fiscal Year 2004 Property Tax Expense	66,105,792	66,105,792	-	dr 148
5					
6	Restating Adjustment				
7	Reversal of Out-of-Period Adjustment	1,975,320	1,975,320	-	S-DR 148
8	Total Restating Adjustment	<u>1,975,320</u>	<u>1,975,320</u>	<u>-</u>	Line 7
9					
10	Pro Forma Adjustments				
11	Currant Creek Project	400,000	-	(400,000)	S-DR 148
12	Additional Taxes ⁽¹⁾	1,215,888	-	(1,215,888)	S-DR 148
13	Total Pro Forma Adjustments	<u>1,615,888</u>	<u>-</u>	<u>(1,615,888)</u>	Line 11 + 12
14					
15	Total Adjustments	3,591,208	1,975,320	(1,615,888)	Line 8 + 13
16					
17	Total Company Adjustment as of March 2004 ⁽²⁾	<u>69,697,000</u>	<u>68,081,112</u>	<u>(1,615,888)</u>	Line 4 + 8 + 13
18					
19					
20					
21	Total Accrued Property Tax	67,666,699	67,666,699	-	page 7.2.1
22					
23	Total-Company Adjustment	<u>2,030,301</u>	<u>414,413</u>	<u>(1,615,888)</u>	Line 17 - 21
24					
25	Washington Allocation Factor ⁽³⁾	8.3282%	8.3282%	8.3282%	page 7.2
26					
27	Adjustment to Property Tax	<u>169,088</u>	<u>34,513</u>	<u>(134,574)</u>	Line 23 * 25
28					

⁽¹⁾ Based on "Management's Judgment" (Staff Data Request 148)

⁽²⁾ Foots to Company amount shown in Response to Staff Data Request 148 (a)

⁽³⁾ General Plant - System (GPS)