

Pacific Power and Light Company -- Washington Operations				
Summary Of Impacts of 1% Per Year Decline in Retail Sales				
	Average Rate All Classes	Average Residential Rate	Residential End- Block Rate	
First Year Lost Retail Revenues	\$ (2,089,694)	\$ (2,340,100)	\$ (2,595,593)	
First Year Gained Wholesale	\$ 3,551,833	\$ 3,572,102	\$ 4,392,760	
Net First Year Impact	\$ 1,462,139	\$ 1,232,002	\$ 1,797,167	
Year 1 Combined Impact	\$ 1,462,139	\$ 1,232,002	\$ 1,797,167	
Year 2 Combined Impact	\$ 1,938,217	\$ 1,472,316	\$ 2,259,252	
Year 3 Combined Impact	\$ 2,144,797	\$ 1,441,594	\$ 2,688,417	
Year 4 Combined Impact	\$ 2,309,376	\$ 1,368,632	\$ 2,882,180	
Year 5 Combined Impact	\$ 2,446,522	\$ 1,268,080	\$ 3,150,438	
Cumulative 5-Year Impact	\$ 10,301,050	\$ 6,782,623	\$ 12,777,455	
Cavanagh Testimony	\$ (21,000,000)	\$ (21,000,000)	\$ (21,000,000)	
Difference	\$ 31,301,050	\$ 27,782,623	\$ 33,777,455	

Pacific Power and Light Company

Effect of 1% Per Year Conservation Impact
 Incorporating Pacific Wholesale Market Impacts; 12-months Ending September
 Annual Retail Sales mWh 4,013,758 Griffith WRG-3, Line 18
 1% Conservation Impact kWh 40,137,581

			Average Rate All Classes	Average Residential Rate	Residential End Block Rate
2005-06	Lost Sales (kWh)		40,137,581	40,137,581	40,137,581
	Lost Revenue/kWh		\$ 0.054	\$ 0.061	\$ 0.068
	Lost Revenue		\$ 2,186,399	\$ 2,448,392	\$ 2,715,709
	Avoided Revenue Sensitives	4.42%	96,704	108,292	120,116
	Net Lost Revenue		2,089,694	2,340,100	2,595,593
	Losses Applicable to Sales		10.40%	11.03%	11.03%
	Losses Avoided		4,174,308	4,427,175	4,427,175
	Available for Resale		44,311,889.95	44,564,757	44,564,757
	Losses Applicable to Wholesale		4.48%	4.48%	4.48%
	Losses Incurred		1,985,173	1,996,501	1,996,501
	Wholesale Sales (kWh)		42,326,717	42,568,256	42,568,256
	Average Wholesale Rate		\$ 0.0839	\$ 0.0839	\$ 0.1032
	Wholesale Revenue		\$ 3,551,833	\$ 3,572,102	\$ 4,392,760
	Net Gain (Loss)		\$ 1,462,139	\$ 1,232,002	\$ 1,797,167

DJE-3 Pg. 3

Response to PC 159

Response to PC 161

