

1 increase of about **3.5%** ~~2.9%~~. This compares to PacifiCorp's requested increase of
2 \$26,724,248 or 13.5%. Staff's recommendation is based on an overall rate of
3 return of 7.716% applied to a rate base of \$505,194,796.

4
5 **Q. What ratemaking adjustments do you cover in your testimony?**

6 A. I present Staff's position on the following Company adjustments:

7 Pensions, Post-retirement Benefits, and Employee Benefits (Adj. 4.2)
8 Property Insurance (Adj. 4.11)
9 Trail Mountain Closure (Adj. 5.3)
10 Environmental Remediation (Adj. 8.1)
11 Jim Bridger Mine (Adj. 8.3)
12 Working Capital (Adj. 8.11).

13
14 I also testify regarding the following Staff proposed adjustments:

15 Remove RTO West Expenses (Adj. 5.9)
16 Skoocumchuck Dam (Adj. 8.12)
17 Customer Deposits (Adj. 8.13)
18 Miscellaneous Deferred Debits (Adj. 8.14).
19

20 **Q. Which adjustments are uncontested by Staff, except for the issues of allocation**
21 **factors or control area assignment?**

22 A. Staff is not contesting the following adjustments:

23 USBR/UKRB Discount (Adj. 3.4)
24 SO₂ Emission Allowances (Adj. 3.5)
25 Special Revenue Reclassification (Adj. 3.7)
26 FAS 106 (Adj. 4.1)
27 Blue Sky Program (Adj. 4.3)