

Exhibit No. ___(DJR-3)
Docket No. UE-03_____
2003 PP&L Rate Case
Witness: Daniel J. Rosborough

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,

Complainant,

vs.

PACIFICORP dba Pacific Power & Light
Company,

Respondent.

Docket No. UE-03_____

PACIFICORP

EXHIBIT OF DANIEL J. ROSBOROUGH

Recent Cost Increases of PacifiCorp's Primary Health Plans

December 2003

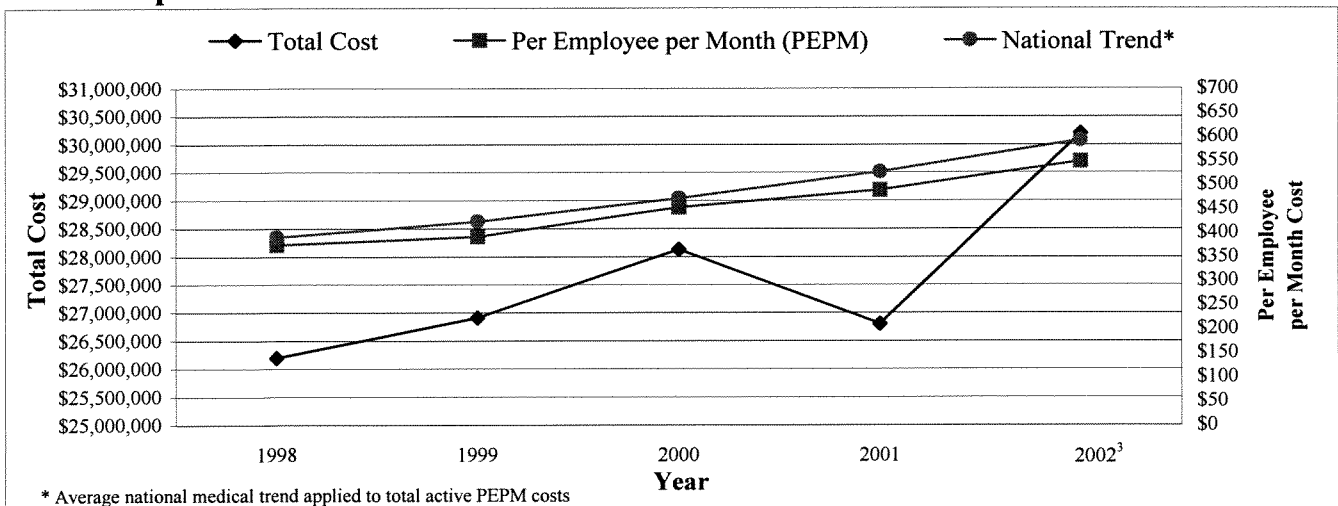
All Active Employees¹

Year	Total Cost	Enrollment	Per Employee per Month (PEPM)	Change	National Trend Applied to PEPM ²	Change
1998	\$26,196,533	5,836	\$374.07	N/A	\$390.49	N/A
1999	\$26,908,221	5,728	\$391.47	4.7%	\$423.34	8.4%
2000	\$28,131,020	5,182	\$452.38	15.6%	\$471.32	11.3%
2001	\$26,801,450	4,570	\$488.72	8.0%	\$526.45	11.7%
2002 ³	\$30,200,000	4,588	\$548.53	12.2%	\$592.58	12.6%
1999-2002				30.7%		34.8%
Total experience savings amount for 1999:			\$2,190,474			
Total experience savings amount for 2000:			\$1,177,786			
Total experience savings amount for 2001:			\$2,069,309			
Total experience savings amount for 2002:			\$2,424,851			

Active Electric Operations¹

Year	Total Cost	Enrollment	PEPM	Change	National Trend Applied to PEPM ²	Change
1998	\$19,017,495	4,251	\$372.80	N/A	\$378.39	N/A
1999	\$19,113,446	4,108	\$387.73	4.0%	\$409.02	8.1%
2000	\$20,961,159	4,002	\$436.47	12.6%	\$454.60	11.1%
2001	\$21,097,755	3,738	\$470.34	7.8%	\$506.32	11.4%
2002 ³	\$24,000,000	3,733	\$535.76	13.9%	\$572.41	13.1%
1999-2002				26.2%		33.8%
Total experience savings amount for 1999:			\$1,049,618			
Total experience savings amount for 2000:			\$870,418			
Total experience savings amount for 2001:			\$1,613,586			
Total experience savings amount for 2002:			\$1,641,633			

PacifiCorp vs. National Cost Trend



¹ Includes HMO premiums, UHC paid claims, UHC expenses, UBH paid claims, and UBH expenses; includes COBRA/LTD/LOA and non-regulated plans and excludes opt-outs

² National trend weighted by product

³ Estimated based on data through November 2002