

**Impact of PacifiCorp Proposed Return on Equity vs. Average Return on Equity Awarded to Vertically Integrated Utilities from 2020-Present, Rate Year 1**

Line No.	Source	Capital Component	Ratio	Cost Rate	Weighted Cost Rate
1		Long-Term Debt	48.72%	4.77%	2.32%
2	Exhibit SLC-4, Page 2.1, AJK-3	Preferred Equity	0.01%	6.75%	0.00%
3		Equity with Vertically Integrated Utility Approved ROE	51.27%	9.60%	4.92%
4		<b>WACC with Vertically Integrated Utility Approved ROE</b>	<b>100%</b>		<b>7.24%</b>
5	Exhibit SLC-5, page 1	Rate Base			\$ 1,100,424,347
6	4 X 5	Return on Rate Base, Currently Approved ROE			\$ 79,724,087
7		Long-Term Debt	48.72%	4.77%	2.32%
8	Exhibit SLC-4, Page 2.1	Preferred Equity	0.01%	6.75%	0.00%
9		Equity with Proposed ROE	51.27%	10.30%	5.28%
10		<b>WACC with Proposed ROE</b>	<b>100%</b>		<b>7.61%</b>
11	Exhibit SLC-5, page 1	Rate Base			\$ 1,100,424,347
12	10 X 11	Proposed Return on Rate Base			\$ 83,691,992
13		Difference in Return on Rate Base			\$ 3,967,905
14	SLC-4, Page 2.1	Net to Gross Bump-up Factor			1.330
15	13 X 14	Difference in Revenue Requirement			\$ 5,277,735
16	SLC-5, Page 1	Proposed Revenue Deficiency			\$ 26,763,219
17	15 / 16	Difference as Percent of Proposed Revenue Deficiency			19.7%