

**Impact of PacifiCorp Proposed Return on Equity vs. PacifiCorp Currently Authorized ROE, Rate Year 2**

Line No.	Source	Capital Component	Ratio	Cost Rate	Weighted Cost Rate
1		Long-Term Debt	48.72%	4.77%	2.32%
2	Exhibit SIC-4, Page 2.1, AJK-3	Preferred Equity	0.01%	6.75%	0.00%
3		Equity with Currently Approved ROE	51.27%	9.50%	4.87%
4		WACC with Currently Approved ROE	100%		7.20%
5	Exhibit SIC-5, page 1	Rate Base			\$ 1,357,485,561
6	4 x 5	Return on Rate Base, Currently Approved ROE			\$ 97,674,738
7		Long-Term Debt	48.72%	4.77%	2.32%
8	Exhibit SIC-4, Page 2.1	Preferred Equity	0.01%	6.75%	0.00%
9		Equity with Proposed ROE	51.27%	10.30%	5.28%
10		WACC with Proposed ROE	100%		7.61%
11	Exhibit SIC-5, page 1	Rate Base			\$ 1,357,485,561
12	10 X 11	Proposed Return on Rate Base			\$ 103,242,601
13		Difference in Return on Rate Base			\$ 5,567,863
14	SIC-4, Page 2.1	Net to Gross Bump-up Factor			1.330
15	13 X 14	Difference in Revenue Requirement			\$ 7,405,848
16	SIC-5, Page 1	Proposed Revenue Deficiency			\$ 27,947,817
17	15 / 16	Difference as Percent of Proposed Revenue Deficiency			26.5%