

Exhibit No. ___(RF-7)
Docket No. UE-10___
Witness: Ryan Fuller

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,

Complainant,

vs.

PACIFICORP dba Pacific Power

Respondent.

Docket No. UE-10 _____

PACIFICORP

EXHIBIT OF RYAN FULLER

Calculation of Out-of-Period Tax Benefits Under Flow-Through Accounting

May 2010

PacifiCorp
Repairs Deduction
Out-of-Period Tax Benefits Under Flow-Through Accounting

Item	Ref.	Amount
Tax Benefit: Total Repairs Deduction	(RF-7), Pg. 3	(18,354,888)
Tax Benefit: 2009 Repairs Deduction	(RF-7), Pg. 4	(2,678,892)
Tax Benefit: 2008 Repairs Deduction & IRC Section 481(a) Adjustment		(15,675,996)
Net-to-Gross Bump-Up / Pre-Tax Return on Rate Base		1.613218
Revenue Requirement Impact of Out-of-Period Repairs Deduction		(25,288,799)

Item	Ref.	Amount
Tax Benefit: Total Repairs Deduction	(RF-7), Pg. 3	(18,354,888)
Net-to-Gross Bump-Up / Pre-Tax Return on Rate Base		1.613218
Revenue Requirement Impact of Total Repairs Deduction		(29,610,436)

ALL VINTAGES

Schedule M Type	Current Difference	Curr Allocated Difference	Curr Allocated Flow Through Difference	Curr Allocated Normalized Difference	Current Deferred Tax	Curr Deferred Tax At Statutory	Excess Debit/ (Excess Credit)
Washington							
1031 Exchange	(\$55,602)	\$0	\$0	\$0	\$0	\$0	\$0
1033 Non Rec Gain	(\$304,420)	(\$42,623)	(\$42,623)	\$0	\$0	(\$16,176)	\$16,176
ACRS_Fed	\$809,598,863	\$41,098,921	\$0	\$41,098,921	\$15,085,406	\$15,597,452	(\$512,046)
ADR Repair Allowance	(\$2,171,072)	(\$148,665)	(\$148,665)	(\$0)	\$0	(\$56,420)	\$56,420
AFUDC_Debt_Fed	\$25,717,075	\$1,397,337	\$1,397,337	(\$4,952)	(\$22)	\$528,424	(\$528,446)
AFUDC_Debt_Fed_INTANG	(\$1,223,263)	(\$96,122)	(\$96,122)	\$0	\$0	(\$36,479)	\$36,479
AFUDC_Equity_Fed	\$50,265,049	\$2,806,976	\$2,806,976	\$0	\$0	\$1,065,275	(\$1,065,275)
AFUDC_Equity_Fed_INTANG	(\$278,589)	(\$22,328)	(\$22,328)	\$0	\$0	(\$8,474)	\$8,474
Avoid_Cost_Fed	(\$41,568,719)	(\$1,022,891)	\$1,155	(\$1,024,046)	(\$382,645)	(\$388,197)	\$5,552
Avoided Cost Adjust	\$681,347	\$48,028	\$48,028	\$0	\$0	\$18,227	(\$18,227)
Basis_Book_Only	(\$501,002)	(\$39,005)	(\$36,251)	(\$2,753)	(\$94)	(\$14,803)	\$14,709
Basis_Tax_Only	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Book Only	(\$9,274,840)	(\$838,052)	(\$667,519)	(\$170,533)	(\$1,496)	(\$318,049)	\$316,553
Book Reserve in Acquisition	(\$4,876,926)	(\$1,032,208)	\$0	(\$1,032,208)	(\$391,745)	(\$391,733)	(\$12)
Book_Not_Tax_Fed	(\$2,157,455)	(\$107,517)	(\$107,513)	(\$4)	(\$1)	(\$40,804)	\$40,802
Cap Depr Adjust	(\$28,003)	(\$1,877)	(\$1,877)	\$0	\$0	(\$712)	\$712
Cap Labor-M&E/Medicare	\$9,426,938	\$657,193	\$657,193	\$0	\$0	\$0	\$0
Cap Pension/SERP	\$342,305	\$25,904	\$25,904	\$0	\$0	\$9,831	(\$9,831)
Cap Tax Depr	(\$2,714,325)	(\$151,825)	(\$151,825)	\$0	\$0	(\$57,619)	\$57,619
Capitalized Sick Leave	(\$26,696,836)	(\$1,124,861)	(\$1,124,861)	\$0	\$0	(\$426,896)	\$426,896
Capitalized_Wages_Fed	\$370,865	\$26,129	\$26,129	\$0	\$0	\$9,916	(\$9,916)
CIAC_Fed	(\$19,122,433)	(\$1,272,141)	\$672	(\$1,272,814)	(\$479,819)	(\$482,790)	\$2,971
Coal_Ext_Dev_Fed	\$195,674	(\$127,035)	(\$127,035)	\$0	\$0	(\$48,211)	\$48,211
Highway Reloc	\$1,649,880	\$102,985	\$102,985	\$0	\$0	\$39,084	(\$39,084)
ITC_Basis_Reduction_Fed	(\$135,212)	(\$10,484)	(\$10,484)	(\$6)	(\$2)	(\$3,981)	\$3,979
Nontax Reimb Adjust	(\$916,500)	(\$60,730)	(\$60,730)	\$0	\$0	(\$23,048)	\$23,048
Oregon Extra Book Depr	(\$9,582,919)	\$0	\$0	\$0	\$0	\$0	\$0
Other Book	\$0	\$0	\$0	\$0	\$0	\$0	\$0
P_ACRS_Fed	(\$4,784,136)	(\$1,841,021)	\$0	(\$1,841,021)	(\$744,711)	(\$698,686)	(\$46,025)
P_ADR_Life_Fed	\$14,555	\$2,377	\$2,377	\$0	\$0	\$902	(\$902)
P_AFUDC_Equity_Fed	(\$2,897,197)	(\$462,675)	(\$462,675)	\$0	\$0	(\$175,590)	\$175,590
P_Basis_Book_Only	(\$4,883,233)	(\$746,333)	(\$681,181)	(\$65,152)	(\$0)	(\$283,241)	\$283,241
P_Basis_Tax_Only	\$1,326	\$198	\$198	\$0	\$0	\$75	(\$75)
P_ITC_Basis_Reduction_Fed	(\$451,354)	(\$69,467)	(\$69,467)	\$0	\$0	(\$26,363)	\$26,363
P_Method_Life_Fed	(\$19,213,781)	(\$2,954,828)	(\$2,954,828)	\$0	\$0	(\$1,121,387)	\$1,121,387
Protected Repair Deduct	\$378,369,167	\$27,858,243	\$0	\$27,858,243	\$10,572,482	\$10,572,482	\$0
RAR Adjust	(\$162,503)	(\$29,192)	\$89,824	(\$119,016)	(\$9,369)	(\$11,079)	\$1,710
Section 174	(\$8,413,118)	(\$597,979)	(\$392,732)	(\$205,246)	(\$82,281)	(\$226,939)	\$144,658
SHL	(\$2,227,052)	\$0	\$0	\$0	\$0	\$0	\$0
Tax Only	\$11,320,123	\$854,215	\$496,008	\$358,206	\$4,924	\$324,183	(\$319,259)

PacifiCorp Excess Rate Report
 Rpt # 166 1/6/2010 10:42 AM
 PacifiCorp
 525: 2009 Yr-end Provision-UPDATED
 2009

ALL VINTAGES

Schedule M Type	Current Difference	Curr Allocated Difference	Curr Allocated Flow Through Difference	Curr Allocated Normalized Difference	Deferred Tax	Current Tax	Curr Deferred Tax At Statutory	Excess Debit/ (Excess Credit)
Washington								
Tax_Not_Book_Fed	(\$1,804,078)	\$244	\$244	\$0	\$0	\$0	\$93	(\$93)
TEST POWER	\$1,336,093	\$308,424	\$0	\$308,424	\$117,050	\$117,050	\$117,050	\$0
U_ACRS_Fed	(\$21,727,673)	(\$24,290)	(\$514)	(\$23,776)	(\$3,741)	(\$3,741)	(\$9,218)	\$5,477
U_ADR_Life_Fed	(\$301,686)	\$0	\$0	\$0	\$0	\$0	\$0	\$0
U_AFUDC_Equity_Fed	(\$2,390,595)	(\$1,636)	(\$1,636)	\$0	\$0	\$0	(\$621)	\$621
U_Basis_Book_Only	(\$4,985,571)	(\$2,399)	(\$62)	(\$2,338)	(\$230)	(\$230)	(\$911)	\$681
U_Basis_Tax_Only	\$8,584	\$90	\$0	\$90	\$14	\$14	\$34	(\$20)
U_GL_Life_Fed	(\$16,898,313)	\$27,239	\$27,239	\$0	\$0	\$0	\$10,338	(\$10,338)
U_ITC_Basis_Reduction_Fed	(\$394,084)	(\$6)	(\$6)	\$0	\$0	\$0	(\$2)	\$2
U_Method_Fed	(\$2,188,344)	(\$2,860)	(\$2,860)	\$0	\$0	\$0	(\$1,086)	\$1,086
Unprotected Repair Deduct	\$709,709,316	\$48,364,701	\$0	\$48,364,701	\$18,354,888	\$18,354,888	\$18,354,888	\$0
Total for Washington:	\$1,783,676,328	\$110,743,198	(\$1,481,523)	\$112,224,721	\$42,038,609	\$42,038,609	\$41,778,740	\$259,869

PacifiCorp Excess Rate Report
Rpt # 166 1/6/2010 10:36 AM
PacifiCorp
525: 2009 Yr-end Provision-UPDATED
2009

CURRENT YEAR VINTAGES ONLY

Schedule M Type	Current Difference	Curr Allocated Difference	Curr Allocated Flow Through Difference	Curr Allocated Normalized Difference	Current Deferred Tax	Curr Deferred Tax At Statutory	Excess Debit/ (Excess Credit)
Washington							
ACRS_Fed	\$726,401,665	\$28,573,715	\$0	\$28,573,715	\$10,844,010	\$10,844,011	(\$0)
AFUDC_Debt_Fed	\$32,211,634	\$1,894,114	\$1,894,114	\$0	\$0	\$718,835	(\$718,835)
AFUDC_Equity_Fed	\$57,991,763	\$3,410,041	\$3,410,041	\$0	\$0	\$1,294,145	(\$1,294,145)
Avoid_Cost_Fed	(\$68,867,187)	(\$3,034,964)	\$0	(\$3,034,964)	(\$1,151,799)	(\$1,151,799)	\$0
Cap Labor-M&E/Medicare	(\$1,802,106)	(\$76,365)	(\$76,365)	\$0	\$0	\$0	\$0
Cap Tax Depr	(\$4,899,295)	(\$303,543)	(\$303,543)	\$0	\$0	(\$115,198)	\$115,198
Capitalized Sick Leave	(\$26,914,849)	(\$1,140,532)	(\$1,140,532)	\$0	\$0	(\$432,843)	\$432,843
CIAC_Fed	(\$49,049,089)	(\$3,288,055)	\$0	(\$3,288,055)	(\$1,247,850)	(\$1,247,850)	\$0
Coal_Ext_Dev_Fed	\$2,140,857	\$0	\$0	\$0	\$0	\$0	\$0
Highway Reloc	\$1,949,868	\$120,518	\$120,518	\$0	\$0	\$45,738	(\$45,738)
Section 174	\$9,528,629	\$814,288	\$814,288	\$0	\$0	\$309,030	(\$309,030)
TEST POWER	(\$149,681)	\$0	\$0	\$0	\$0	\$0	\$0
Unprotected Repair Deduct	\$122,449,328	\$7,058,819	\$0	\$7,058,819	\$2,678,892	\$2,678,892	\$0
Total for Washington:	\$800,991,535	\$34,028,037	\$4,718,521	\$29,309,516	\$11,123,254	\$12,942,962	(\$1,819,708)