

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,

Complainant,

vs.

PACIFICORP dba Pacific Power

Respondent.

Docket No. UE-100749

PACIFICORP

EXHIBIT OF R. BRYCE DALLEY

Summary of Rebuttal Revenue Requirement

November 2010

DECEMBER 2009 West Control Area
AMA

RESULTS OF OPERATIONS SUMMARY

Description of Account Summary:		Ex. (RBD-3) WASHINGTON AS FILED	Tab 12 REBUTTAL ADJUSTMENTS	Ex. (RBD-6) WASHINGTON REBUTTAL	Price Change	Results with Price Change
1	Operating Revenues					
2	General Business Revenues	271,765,425	-	271,765,425	48,499,340	320,264,764
3	Interdepartmental	0	-	0		
4	Special Sales	38,970,998	(2,659,397)	36,311,601		
5	Other Operating Revenues	6,612,736	4,768,193	11,380,929		
6	Total Operating Revenues	317,349,159	2,108,796	319,457,955		
7						
8	Operating Expenses:					
9	Steam Production	51,233,952	(297,948)	50,936,004		
10	Nuclear Production	0	-	0		
11	Hydro Production	6,365,130	-	6,365,130		
12	Other Power Supply	113,752,065	(5,721,024)	108,031,041		
13	Transmission	28,559,841	703,815	29,263,657		
14	Distribution	13,720,082	-	13,720,082		
15	Customer Accounts	8,088,175	-	8,088,175	272,081	8,360,256
16	Customer Service	567,249	(1,791)	565,457		
17	Sales	0	-	0		
18	Administrative & General	10,777,819	(183,699)	10,594,120		
19						
20	Total O & M Expenses	233,064,313	(5,500,647)	227,563,666		
21						
22	Depreciation	36,261,383	-	36,261,383		
23	Amortization Expense	3,665,152	-	3,665,152		
24	Taxes Other Than Income	17,274,071	-	17,274,071	1,975,378	19,249,449
25	Income Taxes - Federal	(27,893,216)	2,660,142	(25,233,075)	16,188,158	(9,044,916)
26	Income Taxes - State	-	-	-	-	-
27	Income Taxes - Def Net	26,083,695	117,162	26,200,858		
28	Investment Tax Credit Adj.	0	-	0		
29	Misc Revenue & Expense	(544,241)	(309,419)	(853,660)		
30						
31	Total Operating Expenses	287,911,158	(3,032,762)	284,878,395	18,435,618	303,314,013
32						
33	Operating Revenue for Return	29,438,001	5,141,558	34,579,560	30,063,722	64,643,282
34						
35	Rate Base:					
36	Electric Plant in Service	1,405,766,404	-	1,405,766,404		
37	Plant Held for Future Use	37,310	-	37,310		
38	Misc Deferred Debits	19,149,091	-	19,149,091		
39	Elec Plant Acq Adj	0	-	0		
40	Nuclear Fuel	0	-	0		
41	Prepayments	(0)	-	(0)		
42	Fuel Stock	3,524,551	-	3,524,551		
43	Material & Supplies	7,775,703	-	7,775,703		
44	Working Capital	11,105,103	64,791	11,169,894		
45	Weatherization Loans	2,046,741	-	2,046,741		
46	Miscellaneous Rate Base	(0)	-	(0)		
47						
48	Total Electric Plant	1,449,404,903	64,791	1,449,469,693	-	1,449,469,693
49						
50	Rate Base Deductions:					
51	Accum Prov For Depr	(487,107,989)	-	(487,107,989)		
52	Accum Prov For Amort	(34,606,345)	-	(34,606,345)		
53	Accum Def Income Taxes	(140,589,362)	(173,055)	(140,762,417)		
54	Unamortized ITC	(952,367)	-	(952,367)		
55	Customer Adv for Const	(311,357)	-	(311,357)		
56	Customer Service Deposits	(2,980,496)	-	(2,980,496)		
57	Misc. Rate Base Deductions	(8,104,430)	455,593	(7,648,837)		
58						
59	Total Rate Base Deductions	(674,652,347)	282,538	(674,369,809)	-	(674,369,809)
60						
61	Total Rate Base	774,752,556	347,328	775,099,885	-	775,099,885
62						
63	Return on Rate Base	3.80%	0.66%	4.46%		8.34%
64						
65	Return on Equity	1.88%	1.29%	3.15%		10.60%
66	Net Power Costs	128,642,825	(2,655,759)	125,987,066		
67	100 Basis Points in Equity:					
68	Revenue Requirement Impact	6,209,940	2,784	6,212,724		
69	Rate Base Decrease	(93,422,213)	12,369,940	(81,052,274)		

WASHINGTON
Rebuttal Adjustments (Tab 12)
TOTAL

	12.1	12.2	12.3	12.4	12.5	12.6	12.7	12.8	12.8	
	SO2 Emission		Affiliate	Advertising	Green Tag	Net Power	Production	Cash Working	Interest Sync	
	Allowance	SERP Expense	Management	Expenses	Revenues	Costs	Factor	Capital Impact	Impact	
	Revenues		Fee				Adjustment			
	Total									
	Normalized									
1 Operating Revenues:										
2 General Business Revenues	-	-	-	-	-	-	-	-	-	
3 Interdepartmental	-	-	-	-	-	-	-	-	-	
4 Special Sales	(2,659,397)	-	-	-	-	(2,664,107)	4,709	-	-	
5 Other Operating Revenues	4,768,193	-	-	-	4,784,095	-	(15,901)	-	-	
6 Total Operating Revenues	2,108,796	-	-	-	4,784,095	(2,664,107)	(11,192)	-	-	
7										
8 Operating Expenses:										
9 Steam Production	(297,948)	-	-	-	-	(298,475)	528	-	-	
10 Nuclear Production	-	-	-	-	-	-	-	-	-	
11 Hydro Production	-	-	-	-	-	-	-	-	-	
12 Other Power Supply	(5,721,024)	-	-	-	-	(5,731,155)	10,131	-	-	
13 Transmission	703,815	-	-	-	-	705,062	(1,246)	-	-	
14 Distribution	-	-	-	-	-	-	-	-	-	
15 Customer Accounting	-	-	-	-	-	-	-	-	-	
16 Customer Service & Info	(1,791)	-	-	(1,791)	-	-	-	-	-	
17 Sales	-	-	-	-	-	-	-	-	-	
18 Administrative & General	(183,699)	-	(169,675)	(14,003)	(21)	-	-	-	-	
19 Total O&M Expenses	(5,500,647)	-	(169,675)	(14,003)	(1,813)	-	(5,324,568)	9,412	-	
20 Depreciation	-	-	-	-	-	-	-	-	-	
21 Amortization	-	-	-	-	-	-	-	-	-	
22 Taxes Other Than Income	-	-	-	-	-	-	-	-	-	
23 Income Taxes: Federal	2,660,142	437	59,386	4,901	634	1,674,433	931,162	(7,403)	(3,408)	
24 State	-	-	-	-	-	-	-	-	-	
25 Deferred Income Taxes	117,162	117,162	-	-	-	-	-	-	-	
26 Investment Tax Credit Adj.	-	-	-	-	-	-	-	-	-	
27 Misc Revenue & Expense	(309,419)	(309,967)	-	-	-	-	548	-	-	
28 Total Operating Expenses:	(3,032,762)	(192,368)	(110,289)	(9,102)	(1,178)	1,674,433	(4,393,407)	2,557	(3,408)	
29										
30 Operating Rev For Return:	5,141,558	192,368	110,289	9,102	1,178	3,109,662	1,729,300	(13,749)	3,408	
31										
32 Rate Base:										
33 Electric Plant In Service	-	-	-	-	-	-	-	-	-	
34 Plant Held for Future Use	-	-	-	-	-	-	-	-	-	
35 Misc Deferred Debits	-	-	-	-	-	-	-	-	-	
36 Elec Plant Acq Adj	-	-	-	-	-	-	-	-	-	
37 Nuclear Fuel	-	-	-	-	-	-	-	-	-	
38 Prepayments	-	-	-	-	-	-	-	-	-	
39 Fuel Stock	-	-	-	-	-	-	-	-	-	
40 Material & Supplies	-	-	-	-	-	-	-	-	-	
41 Working Capital	64,791	-	-	-	-	-	-	64,791	-	
42 Weatherization Loans	-	-	-	-	-	-	-	-	-	
43 Misc Rate Base	-	-	-	-	-	-	-	-	-	
44 Total Electric Plant:	64,791	-	-	-	-	-	-	64,791	-	
45										
46 Deductions:										
47 Accum Prov For Deprec	-	-	-	-	-	-	-	-	-	
48 Accum Prov For Amort	-	-	-	-	-	-	-	-	-	
49 Accum Def Income Tax	(173,055)	(173,055)	-	-	-	-	-	-	-	
50 Unamortized ITC	-	-	-	-	-	-	-	-	-	
51 Customer Adv For Const	-	-	-	-	-	-	-	-	-	
52 Customer Service Deposits	-	-	-	-	-	-	-	-	-	
53 Miscellaneous Deductions	455,593	456,400	-	-	-	-	(807)	-	-	
54										
55 Total Deductions:	282,538	283,345	-	-	-	-	(807)	-	-	
56										
57 Total Rate Base:	347,328	283,345	-	-	-	-	(807)	64,791	-	
58										
59										
60 Effect on ROE	1.289%	0.044%	0.028%	0.002%	0.000%	0.782%	0.435%	-0.003%	0.001%	-0.001%
61 Estimated Price Change	(8,247,711)	(272,210)	(177,920)	(14,683)	(1,901)	(5,016,554)	(2,789,734)	22,071	8,717	(5,498)
62										
63										
64 TAX CALCULATION:										
65										
66 Operating Revenue	7,918,862	309,967	169,675	14,003	1,813	4,784,095	2,660,462	(21,152)	-	-
67 Other Deductions	-	-	-	-	-	-	-	-	-	-
68 Interest (AFUDC)	-	-	-	-	-	-	-	-	-	-
69 Interest	9,738	-	-	-	-	-	-	-	-	9,738
70 Schedule "M" Additions	1,247	1,247	-	-	-	-	-	-	-	-
71 Schedule "M" Deductions	309,967	309,967	-	-	-	-	-	-	-	-
72 Income Before Tax	7,600,404	1,247	169,675	14,003	1,813	4,784,095	2,660,462	(21,152)	-	(9,738)
73										
74 State Income Taxes	-	-	-	-	-	-	-	-	-	-
75										
76 Taxable Income	7,600,404	1,247	169,675	14,003	1,813	4,784,095	2,660,462	(21,152)	-	(9,738)
77										
78 Federal Income Taxes	2,660,142	437	59,386	4,901	634	1,674,433	931,162	(7,403)	-	(3,408)