

Exhibit No. \_\_\_(JTW-2)  
Docket No. UE-03\_\_\_\_\_  
2003 PP&L Rate Case  
Witness: J. Ted Weston

**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 J. TED WESTON**

**Summary of Washington Results of Operations**

**December 2003**

PACIFICORP  
State of Washington - Electric Utility  
Actual, Adjusted & Normalized Results of Operations  
Twelve Months Ended March 2003

	(1) Unadjusted Results	(2) Normalizing Adjustments	(3) Total Normalized Results	(4) Price Change	(5) Results with Price Change
1 Operating Revenues:					
2 General Business Revenues	183,665,820	14,923,279	198,589,099	26,724,248	225,313,346
3 Interdepartmental	-	-	-		
4 Special Sales	91,649,561	4,928,471	96,578,032		
5 Other Operating Revenues	15,886,626	(7,610,807)	8,275,819		
6 Total Operating Revenues	291,202,007	12,240,943	303,442,950		
7					
8 Operating Expenses:					
9 Steam Production	52,593,415	(977,605)	51,615,809		
10 Nuclear Production	-	-	-		
11 Hydro Production	3,665,965	1,763,371	5,429,336		
12 Other Power Supply	90,079,507	14,459,918	104,539,425		
13 Transmission	8,650,088	(551,277)	8,098,811		
14 Distribution	6,969,552	104,292	7,073,844		
15 Customer Accounting	7,948,906	(1,336,361)	6,612,545	167,802	6,780,347
16 Customer Service & Info	213,426	774	214,200		
17 Sales	50,208	-	50,208		
18 Administrative & General	24,259,532	496,300	24,755,832		
19 Total O&M Expenses	194,430,600	13,959,412	208,390,012		
20 Depreciation	31,482,771	(2,263,242)	29,219,529		
21 Amortization	4,614,445	(172,412)	4,442,033		
22 Taxes Other Than Income	8,663,041	152,055	8,815,096	1,114,695	9,929,791
23 Income Taxes - Federal	16,538,880	(9,244,225)	7,294,655	8,500,343	15,794,998
24 Income Taxes - State	2,959,954	(1,388,367)	1,571,587	1,155,055	2,726,643
25 Income Taxes - Def Net	(4,950,980)	12,924,264	7,973,284		
26 Investment Tax Credit Adj.	-	-	-		
27 Misc Revenue & Expense	(271,678)	(340,594)	(612,272)		
28 Total Operating Expenses:	253,467,035	13,626,889	267,093,924	10,937,896	278,031,820
29					
30 Operating Rev For Return:	37,734,972	(1,385,946)	36,349,025	15,786,352	52,135,377
31					
32 Rate Base:					
33 Electric Plant In Service	1,050,578,775	(5,682,525)	1,044,896,250		
34 Plant Held for Future Use	186,926	(87,309)	99,617		
35 Misc Deferred Debits	19,796,342	(3,381,643)	16,414,699		
36 Elec Plant Acq Adj	8,826,303	-	8,826,303		
37 Nuclear Fuel	-	-	-		
38 Prepayments	1,334,636	-	1,334,636		
39 Fuel Stock	4,068,159	(171)	4,067,988		
40 Material & Supplies	6,612,849	-	6,612,849		
41 Working Capital	6,657,571	1,821,663	8,479,233		
42 Weatherization Loans	2,643,690	-	2,643,690		
43 Misc Rate Base	1,499,446	(1,469,297)	30,149		
44 Total Electric Plant:	1,102,204,697	(8,799,282)	1,093,405,416	-	1,093,405,416
45					
46 Rate Base Deductions:					
47 Accum Prov For Deprec	(414,889,993)	11,720,491	(403,169,502)		
48 Accum Prov For Amort	(20,423,185)	-	(20,423,185)		
49 Accum Def Income Tax	(64,317,270)	6,956,541	(57,360,729)		
50 Unamortized ITC	(2,595,292)	(39,284)	(2,634,576)		
51 Customer Adv For Const	(38,641)	-	(38,641)		
52 Customer Service Deposits	-	-	-		
53 Misc Rate Base Deductions	(10,783,634)	(2,680,835)	(13,464,469)		
54					
55 Total Rate Base Deductions	(513,048,016)	15,956,913	(497,091,103)	-	(497,091,103)
56					
57 Total Rate Base:	589,156,681	7,157,632	596,314,313	-	596,314,313
58					
59 Return on Rate Base	6.405%		6.096%		8.743%
60 Return on Equity	6.284%	-0.657%	5.627%		11.250%
61					
62 TAX CALCULATION:					
63 Operating Revenue	52,282,827	905,725	53,188,551	25,441,751	78,630,302
64 Other Deductions					
65 Interest (AFUDC)	-	-	-		
66 Interest	20,867,275	(880,276)	19,986,999		19,986,999
67 Schedule "M"	18,798,346	(32,366,776)	(13,568,430)		(13,568,430)
68 Income Before Tax	50,213,898	(30,580,775)	19,633,122	25,441,751	45,074,873
69					
70 State Income Taxes	2,959,954	(1,388,367)	1,571,587	1,155,055	2,726,643
71 Taxable Income	47,253,943	(29,192,408)	18,061,535	24,286,696	42,348,231
72					
73 Federal Income Taxes + Other	16,538,880	(9,244,225)	7,294,655	8,500,343	15,794,998