

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND)	
TRANSPORTATION COMMISSION,)	
)	
Complainant,)	
)	Docket No. UE-100749
v.)	
)	
PACIFICORP d/b/a PACIFIC POWER &)	
LIGHT COMPANY,)	
)	
Respondent.)	

INDUSTRIAL CUSTOMERS OF NORTHWEST UTILITIES

EXHIBIT OF RANDALL J. FALKENBERG

NET POWER COST ADJUSTMENTS

December 6, 2010

Adjustment---->	1	2	3	4	5
	Added Sales Margins	Commitment Logic Screens	East Market Sale - Corrections and Expansion	East Market Sale - Reliability Benefits	SCL Stateline Termination /Renegotiation
Total NPC Adjustments					
Operating Revenues:					
General Business Revenues	-				
Interdepartmental	-				
Special Sales	1,088,183	585,874	225,248	277,060	
Other Operating Revenues	-				
Total Operating Revenues	1,088,183	585,874	-	225,248	277,060
Operating Expenses:					
Steam Production	(650,958)				
Nuclear Production	-				
Hydro Production	-				
Other Power Supply	(5,069,020)	(973,338)			(878,014)
Transmission	(1,466,810)				
Distribution	-				
Customer Accounting	-				
Customer Service & Info	-				
Sales	-				
Administrative & General	-				
Total O&M Expenses	(7,186,788)	(973,338)	-	-	(878,014)
Depreciation	-				
Amortization	-				
Taxes Other Than Income	-				
Income Taxes - Federal	2,896,240	205,056	340,668	78,837	96,971
Income Taxes - State	-				307,305
Income Taxes - Def Net	-				
Investment Tax Credit Adj.	-				
Misc Revenue & Expense	-				
Total Operating Expenses:	(4,290,548)	205,056	(632,670)	78,837	96,971
Operating Rev For Return:	5,378,731	380,818	632,670	146,411	570,709
Rate Base:					
Electric Plant In Service					
Plant Held for Future Use					
Misc Deferred Debits					
Elec Plant Acq Adj					
Nuclear Fuel					
Prepayments					
Fuel Stock					
Material & Supplies					
Working Capital					
Weatherization					
Misc Rate Base					
Total Electric Plant:					
Rate Base Deductions:					
Accum Prov For Deprec					
Accum Prov For Amort					
Accum Def Income Tax					
Unamortized ITC					
Customer Adv For Const					
Customer Service Deposits					
Misc Rate Base Deductions					
Total Rate Base Deductions					
Total Rate Base:					
Return on Equity	1.23%	0.09%	0.15%	0.03%	0.13%
Estimated Price Change	(8,677,052.09)	(614,342)	(1,020,632)	(236,193)	(290,523)
TAX CALCULATION:					
Operating Revenue	8,274,970.85	585,874	973,338	225,248	277,060
Other Deductions	-				
Interest (AFUDC)	-				
Interest	-				
Schedule "M" Additions	-				
Schedule "M" Deductions	-				
Income Before Tax	8,274,970.85	585,874	973,338	225,248	277,060
State Income Taxes	-				
Taxable Income	8,274,970.85	585,874	973,338	225,248	277,060
Federal Income Taxes + Other	2,896,239.80	205,056	340,668	78,837	96,971

	1		8	10		11	12-15
	6	7		9			
	SMUD Contract Delivery Pattern	Colstrip East Trans. Cost	PACE Trans. Cost	DC Intertie Costs	NF Trans	Model Wind Intra Hour Wind Integration Cost in GRID	Non WCA Wind Integration
Operating Revenues:							
General Business Revenues							
Interdepartmental							
Special Sales							
Other Operating Revenues							
Total Operating Revenues	-	-	-	-	-	-	-
Operating Expenses:							
Steam Production							
Nuclear Production							
Hydro Production							
Other Power Supply	(458,523)	(45,691)	(363,989)	(1,057,130)	(159,576)	(124,913)	(823,501)
Transmission Distribution							
Customer Accounting							
Customer Service & Info Sales							
Administrative & General							
Total O&M Expenses	(458,523)	(45,691)	(363,989)	(1,057,130)	(159,576)	(124,913)	(823,501)
Depreciation							
Amortization							
Taxes Other Than Income							
Income Taxes - Federal	160,483	15,992	127,396	369,996	55,852	43,720	288,225
Income Taxes - State							
Income Taxes - Def Net							
Investment Tax Credit Adj.							
Misc Revenue & Expense							
Total Operating Expenses:	(298,040)	(29,699)	(236,593)	(687,135)	(103,725)	(81,194)	(535,276)
Operating Rev For Return:	298,040	29,699	236,593	687,135	103,725	81,194	535,276
Rate Base:							
Electric Plant In Service							
Plant Held for Future Use							
Misc Deferred Debits							
Elec Plant Acq Adj							
Nuclear Fuel							
Prepayments							
Fuel Stock							
Material & Supplies							
Working Capital							
Weatherization							
Misc Rate Base							
Total Electric Plant:							
Rate Base Deductions:							
Accum Prov For Deprec							
Accum Prov For Amort							
Accum Def Income Tax							
Unamortized ITC							
Customer Adv For Const							
Customer Service Deposits							
Misc Rate Base Deductions							
Total Rate Base Deductions							
Total Rate Base:							
Return on Equity	0.07%	0.01%	0.05%	0.16%	0.02%	0.02%	0.12%
Estimated Price Change	(480,803)	(47,911)	(381,675)	(1,108,496)	(167,330)	(130,983)	(863,515)
TAX CALCULATION:							
Operating Revenue	458,523	45,691	363,989	1,057,130	159,576	124,913	823,501
Other Deductions							
Interest (AFUDC)	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Schedule "M" Additions	-	-	-	-	-	-	-
Schedule "M" Deductions	-	-	-	-	-	-	-
Income Before Tax	458,523	45,691	363,989	1,057,130	159,576	124,913	823,501
State Income Taxes	-	-	-	-	-	-	-
Taxable Income	458,523	45,691	363,989	1,057,130	159,576	124,913	823,501
Federal Income Taxes + Other	160,483	15,992	127,396	369,996	55,852	43,720	288,225

	16	17	18	19	20	21
	Planned Outage Schedule	Colstrip Outage	JBFuel Adjustments	Minimum Loading and Deration Adj.	Forward Price Curve Update	Balancing Adjustment - est.
Operating Revenues:						
General Business Revenues						
Interdepartmental						
Special Sales						
Other Operating Revenues						
Total Operating Revenues	-	-	-	-	-	-
Operating Expenses:						
Steam Production			(650,958)			
Nuclear Production						
Hydro Production						
Other Power Supply	(429,713)	(376,492)		(299,897)	(766,840)	221,788
Transmission						
Distribution						
Customer Accounting						
Customer Service & Info						
Sales						
Administrative & General						
Total O&M Expenses	(429,713)	(376,492)	(650,958)	(299,897)	(766,840)	221,788
Depreciation						
Amortization						
Taxes Other Than Income						
Income Taxes - Federal	150,399	131,772	227,835	104,964	268,394	(77,626)
Income Taxes - State						
Income Taxes - Def Net						
Investment Tax Credit Adj.						
Misc Revenue & Expense						
Total Operating Expenses:	(279,313)	(244,720)	(423,123)	(194,933)	(498,446)	144,162
Operating Rev For Return:	279,313	244,720	423,123	194,933	498,446	(144,162)
Rate Base:						
Electric Plant In Service						
Plant Held for Future Use						
Misc Deferred Debits						
Elec Plant Acq Adj						
Nuclear Fuel						
Prepayments						
Fuel Stock						
Material & Supplies						
Working Capital						
Weatherization						
Misc Rate Base						
Total Electric Plant:						
Rate Base Deductions:						
Accum Prov For Deprec						
Accum Prov For Amort						
Accum Def Income Tax						
Unamortized ITC						
Customer Adv For Const						
Customer Service Deposits						
Misc Rate Base Deductions						
Total Rate Base Deductions						
Total Rate Base:						
Return on Equity	0.06%	0.06%	0.10%	0.04%	0.11%	-0.03%
Estimated Price Change	(450,593)	(394,786)	(682,588)	(314,469)	(804,101)	232,565
TAX CALCULATION:						
Operating Revenue	429,713	376,492	650,958	299,897	766,840	(221,788)
Other Deductions						
Interest (AFUDC)	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Schedule "M" Additions	-	-	-	-	-	-
Schedule "M" Deductions	-	-	-	-	-	-
Income Before Tax	429,713	376,492	650,958	299,897	766,840	(221,788)
State Income Taxes	-	-	-	-	-	-
Taxable Income	429,713	376,492	650,958	299,897	766,840	(221,788)
Federal Income Taxes + Other	150,399	131,772	227,835	104,964	268,394	(77,626)