Exhibit No.___ (RJF-12) Docket No. UE-100749 Witness: Randall J. Falkenberg

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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

INDUSTRIAL CUSTOMERS OF NORTHWEST UTILITIES EXHIBIT OF RANDALL J. FALKENBERG

NET POWER COST ADJUSTMENTS

Adjustments	Summary of Proforma Adjustments						
Total NPC		Adjustment>	•	2	East Market		5
Content Cont					and	Reliability	Termination
Interdepartmental 1,088,183 585,874 225,248 277,060	Operating Revenues:	-					
Special Sales 1,088,183 598,874 225,248 277,000		-					
Total Operating Revenues		1,088,183	585,874		225,248	277,060	
Steam Production (\$60,985) (\$73,338) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014) (\$78,014)		1,088,183	- 585,874	-	225,248	277,060	-
Nuclear Production Other Power Supply (5.069,020) (973,338) (878,014) Transmission (1,466,810) Customer Accounting Total Cole Production Taxes Cheer Than Income Incomer Taxes - State Incomer Taxes - Incomer		-					
Hydro Production Other Power Supply (5,089,020) (973,338) (878,014) Transmission (1,466,810) Distribution Customer Accounting Customer Cancer Customer Customer Accounting Customer Cancer Customer C		(650,958)					
Transmission (1,468,810) Distribution (Customer Accounting Customer Cus		-					
Distribution Customer Service & Info Customer Service & Info Sales				(973,338)			(878,014)
Customer Accounting Customer Accounting Customer Service & Info Sales Sales Administrative & General Total CAM Expenses Depreciation Taxes Other Than Income Income Taxes - Federal Income Taxes - State Income Taxes - Sta		(1,466,810)		i	Ī		I
Sales Administrative & General Total CAM Expenses (7,186,788) (973,338) (973,3		-					
Administrative & General Total CAM Expenses		-					
Total O&M Expenses (7.186,788) . (973,338) (878,014) Depreciation		-					
Amortization Taxes Other Than Income Income Taxes - Federal Income Taxes - State Income Taxes - State Income Taxes - Def Net Income Taxes	Total O&M Expenses	(7,186,788)	-	(973,338)	-	-	(878,014)
Taxes Other Than Income 1		-					
Income Taxes - State		-					
Income Taxes - De Net		2,896,240	205,056	340,668	78,837	96,971	307,305
Investment Tax Credit Adj. Misc Revenue & Expenses Total Operating Expenses: (4.290,548) Departing Expenses: Departing Expenses: (4.290,548) Departing Expenses: Departing Expenses: (4.290,548) Departing Expenses: Departing		-					
Total Operating Expenses: (4,290,548) 205,056 (632,670) 78,837 96,971 (570,709)		-					
Rate Base Electric Plant In Service				(000.000)		00.074	(570,700)
Rate Base: Electric Plant in Service Plant Held for Future Use Misc Deferred Debits Elec Plant Acy 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 Prov For Amort Customer Adv For Const Customer Service Deposits Misc Rate Base Deductions Total Rate Base Deductions Total Rate Base Deductions Total Rate Base Deductions Accum Prov For Deprec Accum Prov For Berec Accum Prov For Amort Accum Prov For Amort Accum Definition Provided Prov		-					
Estimated Price Change (8,677,052.09) (614,342) (1,020,632) (236,193) (290,523) (920,677) TAX CALCULATION: Operating Revenue 8,274,970.85 585,874 973,338 225,248 277,060 878,014 Other Deductions	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						
Estimated Price Change (8,677,052.09) (614,342) (1,020,632) (236,193) (290,523) (920,677) TAX CALCULATION: Operating Revenue 8,274,970.85 585,874 973,338 225,248 277,060 878,014 Other Deductions							
Operating Revenue 8,274,970.85 585,874 973,338 225,248 277,060 878,014 Other Deductions -							
Interest	Operating Revenue Other Deductions	8,274,970.85 -	585,874	973,338	225,248	277,060	878,014
Schedule "M" Additions -		-	-		-	-	
Schedule "M" Deductions -		-	-				
State Income Taxes -	Schedule "M" Deductions	- 8 274 070 95	505 074	072 220	225 240	277.060	979.014
Taxable Income 8,274,970.85 585,874 973,338 225,248 277,060 878,014		0,214,310.00	303,074	<i>७1</i> ३,३३४	220,248	211,000	0/0,014
Federal Income Taxes + Other 2,896,239.80 205,056 340,668 78,837 96,971 307,305		8,274,970.85	585,874	973,338	- 225,248	277,060	- 878,014
	Federal Income Taxes + Other	2,896,239.80	205,056	340,668	78,837	96,971	307,305

Operating Revenues: General Business Revenues Interdepartmental

Customer Accounting Customer Service & Info

Administrative & General Total O&M Expenses Depreciation Amortization Taxes Other Than Income Income Taxes - Federal Income Taxes - State Income Taxes - Def Net Investment Tax Credit Adj. Misc Revenue & Expense Total Operating Expenses:

Operating Rev For Return:

Sales

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 Estimated Price Change

TAX CALCULATION: Operating Revenue Other Deductions Interest (AFUDC) Interest

Schedule "M" Additions Schedule "M" Deductions Income Before Tax State Income Taxes Taxable Income

Federal Income Taxes + Other

160,483

Special Sales
Other Operating Revenues
Total Operating Revenues
Operating Expenses:
Steam Production
Nuclear Production
Hydro Production
Other Power Supply
Transmission
Distribution

		ľ	Net Power Cost Adjust	ments		Г	age 2 or 3
		1			40		40.45
0	SMUD Contract Delivery Pattern	7 Colstrip East Trans. Cost	8 PACE Trans. Cost	DC Intertie Costs	10 NF Trans	Model Wind Intra Hour Wind Integration Cost in GRID	12-15 Non WCA Wind Integration
	-	-	-	-	-	-	-
	(458,523)	(45,691)	(363,989)	(1,057,130)	(159,576)	(124,913)	(823,501)
1	(458,523)	(45,691)	(363,989)	(1,057,130)	(159,576)	(124,913)	(823,501)
	160,483	15,992	127,396	369,996	55,852	43,720	288,225
	(298,040)	(29,699)	(236,593)	(687,135)	(103,725)	(81,194)	(535,276)
<u> </u>	298,040	29,699			103,725	81,194	535,276
	0.07% (480,803)	0.01% (47,911)	0.05% (381,675)	0.16% (1,108,496)	0.02% (167,330)	0.02% (130,983)	0.12% (863,515)
I	458,523	45,691	363,989	1,057,130	159,576	124,913	823,501
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	458,523	- 45,691	363,989	1,057,130	159,576	124,913	823,501
	- 458,523	- 45,691	- 363,989	- 1,057,130	- 159,576	- 124,913	- 823,501

369,996

55,852

288,225

Summary of Proforma Adjustments						1
	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	- 1	-	-	-		-
Operating Expenses: Steam Production			(650,958)			
Nuclear Production			(030,930)			
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	404 770 I	007.00	404.00:	200.00	(33.000)
Income Taxes - State	150,399	131,772	227,835	104,964	268,394	(77,626)
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:						
Datum on Equity	0.06%	0.06%	0.10%	0.04%	0.11%	-0.03%
Return on Equity Estimated Price Change	(450,593)	(394,786)	(682,588)	(314,469)		232,565
TAX CALCULATION:	400 715 1	070 105	050 055	000 00-	7000:-	(004 =05:
Operating Revenue Other Deductions	429,713	376,492	650,958	299,897	766,840	(221,788)
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)