

**BEFORE THE WASHINGTON  
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PACIFIC POWER & LIGHT  
COMPANY,**

**Respondent.**

**DOCKETS UE-140762 and UE-140617  
(consolidated)**

---

**In the Matter of the Petition of**

**PACIFIC POWER & LIGHT  
COMPANY,**

**For an Order Approving Deferral of  
Costs Related to Colstrip Outage.**

**DOCKET UE-131384 (consolidated)**

---

**In the Matter of the Petition of**

**PACIFIC POWER & LIGHT  
COMPANY,**

**For an Order Approving Deferral of  
Costs Related to Declining Hydro  
Generation.**

**DOCKET UE-140094 (consolidated)**

**PACIFIC POWER & LIGHT COMPANY**

**EXHIBIT OF KURT G. STRUNK**

**Large Company Stock Returns Over the Period 1987-2011 One-Year Returns**

**November 2014**

**Large Company Stock Returns Over the Period 1987-2011  
One-Year Returns**

<b>Year</b>	<b>One-Year Return</b>	<b>One Year Return Greater than Current Market-Implied Expected Return?</b>
<b>(a)</b>	<b>(b)</b>	<b>(c)</b>
1987	5.3%	No
1988	16.6%	Yes
1989	31.7%	Yes
1990	-3.1%	No
1991	30.5%	Yes
1992	7.6%	No
1993	10.1%	No
1994	1.3%	No
1995	37.6%	Yes
1996	23.0%	Yes
1997	33.4%	Yes
1998	28.6%	Yes
1999	21.0%	Yes
2000	-9.1%	No
2001	-11.9%	No
2002	-22.1%	No
2003	28.7%	Yes
2004	10.9%	No
2005	4.9%	No
2006	15.8%	Yes
2007	5.5%	No
2008	-37.0%	No
2009	26.5%	Yes
2010	15.1%	Yes
2011	2.1%	No
2012	16.0%	Yes

**Count of Years Greater than 11.95% 13**

Mean Return (1926-2012) **11.36%**

Median Return (1926-2012) **14.30%**

Notes:

Source: 2013 Ibbotson Valuation Yearbook Table B-1.

The source for the 11.95% market-implied return is Rebuttal Exhibit No. KGS-29