

**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

Yield + Growth Model

November 2014

Pacific Power & Light Company
Yield + Growth Model

	Item	Value
(a)	Electric Utility Industry Average Dividend Yield ¹	3.70%
(b)	Electric Utility Industry Average Growth Rate ²	6.40%
(a) + (b)	Cost of Equity	10.10%

Sources:

¹ Value Line, "Electric Utility (West) Industry," 31 October 2014.

² Zacks Investment Research, 3 November 2014.