

Multi-State Process (MSP) Net Power Cost Assumptions for Structural Separation

East Balancing Area (East)

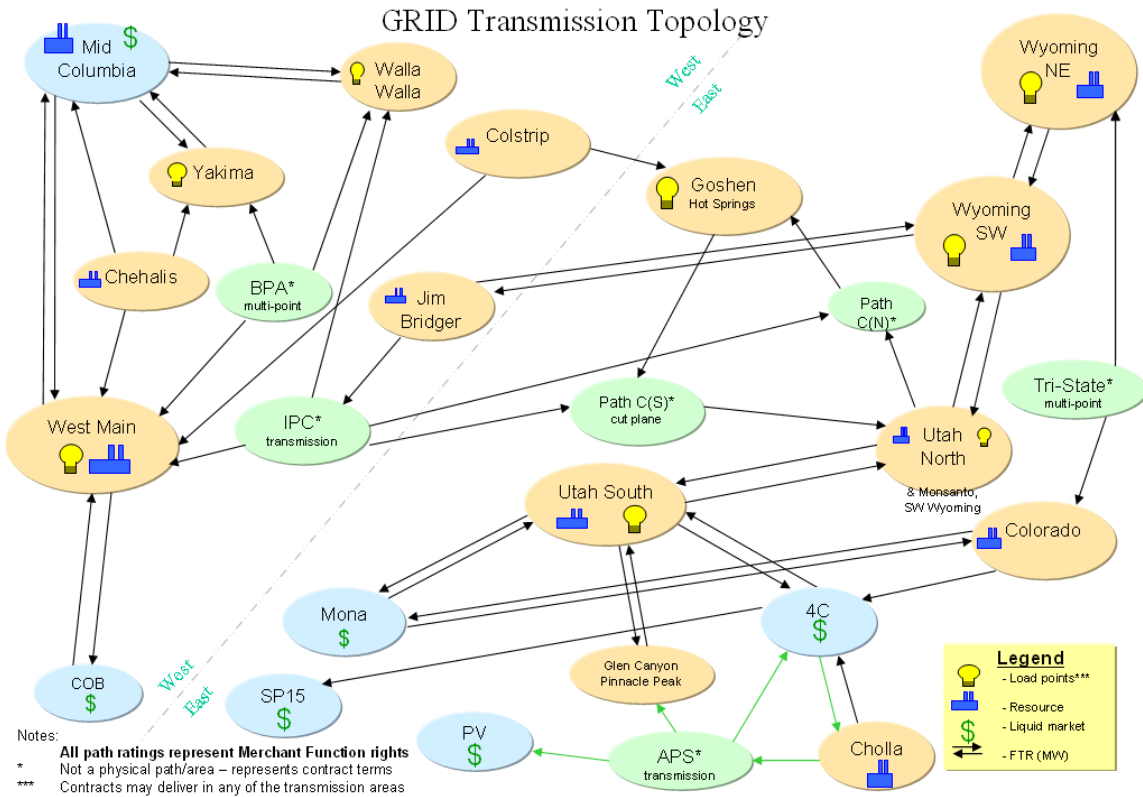
The Rocky Mountain Power jurisdictions of Idaho, Utah and Wyoming will be assigned to the East balancing area.

West Balancing Area (West)

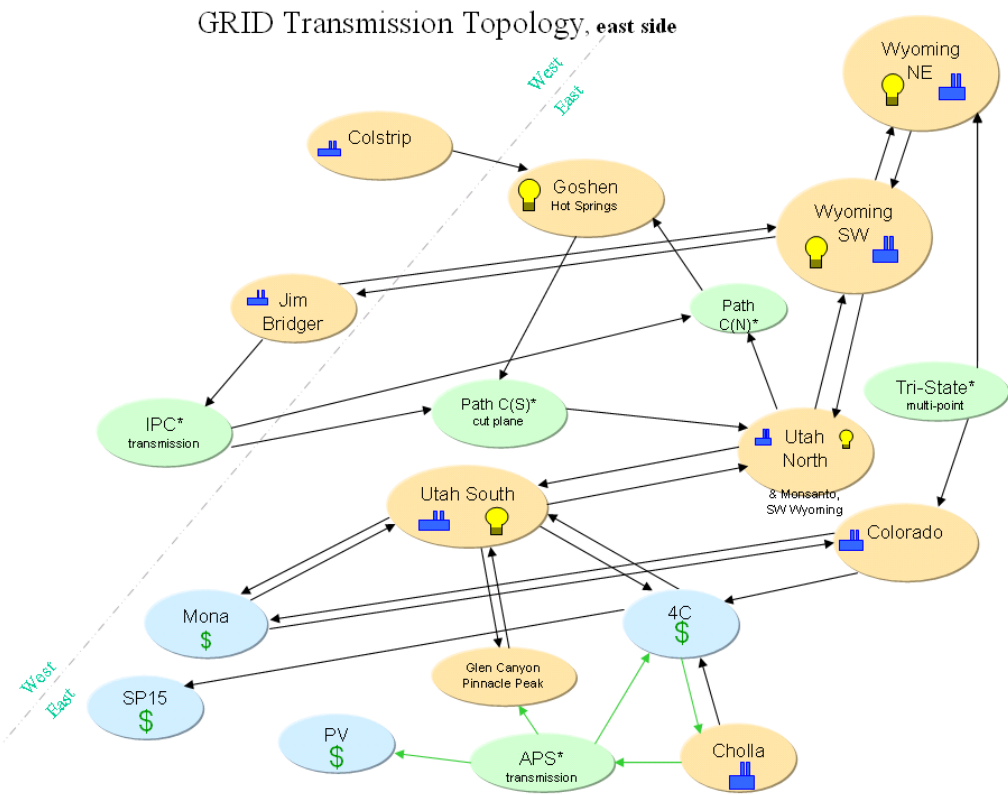
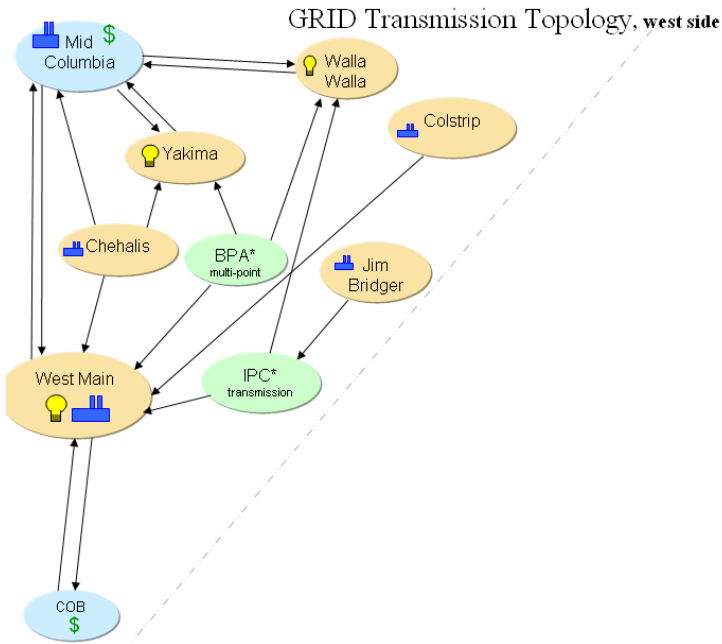
The Pacific Power jurisdictions of California, Oregon and Washington will be assigned to the West balancing area.

Topology

The total system has 26 transmission areas, which include load centers, market hubs, location of generation resources, and transmission rights that the Company holds. Below is the transmission topology for the total system.



Based on the transmission rights for the Company's share of the Colstrip and Jim Bridger plants, below are the transmission topologies for the East and West.



Wheeling expenses are included in either the East or West, based on the location of the points of receipts and deliveries.

Load

Load in the East includes the load in the states of Idaho, Utah and Wyoming. Load in the West includes the load in the states of California, Oregon and Washington.

Generation and Transmission Resources

All generation resources will be assigned either to the East or West depending on their physical locations, except the Jim Bridger and Colstrip plants that are shared between East and West based on transmission connections.

Jim Bridger and Colstrip Plants

In accordance with the wheeling contract with the Idaho Power Company, approximately 95.8% of the Company's share of the Jim Bridger plant capacity is included in the West, and the remainder is assumed to be transmitted to the East.

In accordance with the wheeling contract with the Bonneville Power Administration, the Company's right to the transmission capacity from the Colstrip plant is 156 megawatts, of which 70 megawatts is to the West. As a result, the Company's share of the capacity of the Colstrip plant is pro-rated based on the 70:86 split between the East and West.

Wholesale Contracts with Third Parties

All contracts that are entirely delivered to either the west side or east side of the system will be included in either the East or West, including all qualifying facilities. For the purposes of this study, cross balancing area contracts have been excluded.

Transfers Between Balancing Areas

This study will assume that there is no ability to transfer between the balancing areas.