

PacifiCorp Retirement Plan
Electric Operations

Pension Expense Components for Indicated 12-month Periods

(in millions)

	Actual 12 Months Ending 9/30/2005	Actual Fiscal Year Ending 3/31/2005	Projected 12 Months Ending 9/30/2007
Service cost	\$ 24.6	\$ 21.6	\$ 28.1
Interest cost	68.3	68.0	71.2
Expected Return on Assets	(73.9)	(74.9)	(75.4)
Amortization of:			
Unrecognized transition obligation	8.4	8.4	2.6
Unrecognized prior service costs	0.9	0.8	1.0
Unrecognized net (gain)/loss	17.0	7.6	29.9
Net periodic pension cost	\$ 45.3	\$ 31.5	\$ 57.4
<u>Assumptions</u>			
Discount rate, 10/1 - 12/31	6.25%	n/a	5.50%
Discount rate, 1/1/ - 9/30	5.75%	n/a	5.75%
Discount rate, entire period	n/a	6.25%	n/a
Expected return on assets, entire period	8.75%	8.75%	8.75%
Salary increase rate, entire period	4.00%	4.00%	4.00%

**PacifiCorp Retirement Plan
Total Plan**

Liability, Asset and Contribution Information

(in millions)

	Disclosed Year-end <u>12/31/2004</u>	Projected Year-end <u>12/31/2005</u>	Projected Year-end <u>12/31/2006</u>
Accumulated benefit obligation	\$ 1,141.2	\$ 1,197.1	\$ 1,180.7
Projected benefit obligation	\$ 1,287.0	\$ 1,375.2	\$ 1,354.3
Fair value of plan assets	\$ 806.5	\$ 858.3	\$ 930.3
Market related value of assets	\$ 880.7	\$ 867.7	\$ 921.6
Minimum required contribution	\$ 6.2	\$ 14.6	n/a
Maximum deductible contribution	\$ 145.9	\$ 275.3	n/a
Actual contribution made	\$ 60.0	\$ 76.4	n/a
 <u>Assumptions</u>			
Discount rate	5.75%	5.50%	5.75%
Salary increase rate	4.00%	4.00%	4.00%