

Application No. 18-04-002  
Exhibit PAC/1509  
Witness: Kurt G. Strunk

BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF CALIFORNIA

PACIFICORP

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Exhibit Accompanying Rebuttal Testimony of  
Kurt G. Strunk  
PacifiCorp California S&P 500 Forward Looking Market Risk Premium

November 2018

**PacifiCorp California**  
**S&P 500 Forward Looking Market Risk Premium**

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<b>Dividend Yield<sup>1</sup></b>	<b>Growth Rate<sup>2</sup></b>	<b>Risk Free Rate<sup>3</sup></b>	<b>Market Risk Premium</b>
<b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d) = (a)*[1 + (b)] + (b) - (c)</b>
1.91%	10.56%	3.38%	9.29%

**Notes:**

<sup>1</sup> Dividend yield calculated as (total dividends) / (12 month average price), October 19, 2018, Bloomberg Financial, L.P.

<sup>2</sup> Source: Bloomberg Financial, L.P., Composite of Long-Term EPS Analyst Estimates for the S&P 500, October 19, 2018.

<sup>3</sup> Source: US Treasury, Constant Maturity 30-year Treasury Yield, October 19, 2018.