

BEFORE THE

IDAHO PUBLIC UTILITIES COMMISSION

CASE NO. IPC-E-03-13

IDAHO POWER COMPANY

EXHIBIT NO. 9

W. AVERA

Risk Premium Method - Realized Returns

ANALYSIS OF REALIZED RATES OF RETURN ON EQUITY
FOR THE S&P ELECTRIC POWER COMPANIES

<u>S&P ELECTRIC COMPANIES (a)</u>				<u>S&P SINGLE-A PUBLIC UTILITY BONDS (b)</u>		
	<u>CLOSE</u>		<u>ANNUAL</u>	<u>CLOSE</u>		<u>ANNUAL</u>
	<u>PRICE</u>	<u>DIV</u>	<u>REALIZED RETURN</u>	<u>YIELD</u>	<u>PRICE</u>	<u>REALIZED RETURN</u>
1945	\$16.34		(c)	2.73%	(d)	
1946	\$15.53	\$0.73	-0.49%	2.72%	\$100.18	2.91%
1947	\$12.89	\$0.75	-12.17%	3.04%	\$94.87	-2.41%
1948	\$12.37	\$0.71	1.47%	3.05%	\$99.82	2.86%
1949	\$14.60	\$0.80	24.49%	2.70%	\$105.88	8.93%
1950	\$14.49	\$0.88	5.27%	2.81%	\$98.05	0.75%
1951	\$16.07	\$0.92	17.25%	3.31%	\$92.16	-5.03%
1952	\$18.28	\$0.95	19.66%	3.25%	\$101.06	4.37%
1953	\$18.97	\$0.99	9.19%	3.33%	\$98.68	1.93%
1954	\$22.39	\$1.03	23.46%	3.15%	\$102.85	6.18%
1955	\$24.06	\$1.09	12.33%	3.39%	\$96.23	-0.61%
1956	\$23.61	\$1.13	2.83%	4.19%	\$88.60	-8.01%
1957	\$24.85	\$1.19	10.29%	3.97%	\$103.20	7.39%
1958	\$33.14	\$1.24	38.35%	4.51%	\$92.42	-3.61%
1959	\$33.42	\$1.30	4.77%	4.80%	\$96.09	0.60%
1960	\$39.35	\$1.37	21.84%	4.64%	\$102.26	7.06%
1961	\$49.28	\$1.44	28.89%	4.66%	\$99.61	4.25%
1962	\$48.60	\$1.52	1.70%	4.33%	\$104.73	9.39%
1963	\$51.97	\$1.63	10.29%	4.51%	\$97.49	1.82%
1964	\$58.21	\$1.74	15.36%	4.47%	\$100.59	5.10%
1965	\$58.05	\$1.90	2.99%	4.86%	\$94.71	-0.82%
1966	\$53.49	\$2.04	-4.34%	5.61%	\$90.59	-4.55%
1967	\$49.90	\$2.16	-2.67%	6.50%	\$89.61	-4.78%
1968	\$51.95	\$2.27	8.66%	7.01%	\$94.25	0.75%
1969	\$42.65	\$2.33	-13.42%	8.43%	\$85.88	-7.11%
1970	\$45.62	\$2.40	12.59%	8.44%	\$99.91	8.34%
1971	\$44.18	\$2.47	2.26%	7.70%	\$107.78	16.22%
1972	\$43.50	\$2.53	4.19%	7.74%	\$99.66	7.37%
1973	\$32.85	\$2.51	-18.71%	8.10%	\$96.25	3.98%
1974	\$22.03	\$2.49	-25.36%	9.25%	\$89.27	-2.63%
1975	\$30.56	\$2.57	50.39%	9.63%	\$96.63	5.89%
1976	\$35.17	\$2.58	23.53%	8.37%	\$112.58	22.21%
1977	\$35.67	\$2.74	9.21%	8.81%	\$95.71	4.08%
1978	\$31.38	\$2.94	-3.78%	9.75%	\$91.55	0.36%
1979	\$28.44	\$3.10	0.51%	11.47%	\$86.31	-3.94%
1980	\$27.19	\$3.20	6.86%	13.39%	\$86.48	-2.05%
1981	\$29.33	\$3.42	20.45%	15.66%	\$86.06	-0.54%
1982	\$36.15	\$3.62	35.59%	12.21%	\$126.20	41.86%
1983	\$37.14	\$3.84	13.36%	12.95%	\$94.63	6.83%
1984	\$42.26	\$4.06	24.72%	12.39%	\$104.16	17.11%
1985	\$48.82	\$4.15	25.34%	10.54%	\$115.76	28.16%
1986	\$58.31	\$4.21	28.06%	9.12%	\$113.37	23.90%
1987	\$49.71	\$4.34	-7.31%	10.09%	\$91.49	0.61%
1988	\$53.87	\$4.37	17.16%	10.02%	\$100.62	10.71%
1989	\$66.55	\$4.28	31.48%	9.36%	\$106.11	16.13%
1990	\$63.47	\$4.45	2.06%	9.60%	\$97.82	7.18%
1991	\$77.25	\$4.57	28.91%	8.93%	\$106.41	16.01%
1992	\$76.78	\$4.68	5.45%	8.64%	\$102.84	11.77%
1993	\$81.71	\$4.71	12.56%	8.74%	\$99.03	7.67%
1994	\$66.30	\$4.65	-13.17%	8.68%	\$100.59	9.33%
1995	\$81.62	\$4.67	30.15%	7.97%	\$107.32	16.00%
1996	\$76.75	\$4.61	-0.32%	7.57%	\$104.26	12.23%
1997	\$91.49	\$4.47	25.03%	7.07%	\$105.55	13.12%
1998	\$100.86	\$4.39	15.04%	7.00%	\$100.78	7.85%
1999	\$77.42	\$4.35	-18.93%	8.25%	\$87.39	-5.61%
2000	\$113.00	\$4.42	51.67%	8.40%	\$98.51	6.76%
2001	\$92.51	\$3.79	-14.78%	8.46%	\$99.40	7.80%
2002	\$75.08	\$4.11	-14.41%	7.82%	\$106.70	15.16%
AVERAGE 1946-2002			10.28%			6.27%

REALIZED RATE OF RETURN

S&P ELECTRIC COMPANIES	10.28%
SINGLE-A PUBLIC UTILITY BONDS	<u>6.27%</u>
EQUITY RISK PREMIUM	4.01%

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W. AVERA, IPCo
PAGE 1 OF 1

(a) S&P's Security Price Index Record (1992), The Analysts' Handbook (1967, 1999, 2001, Monthly Supplement March 2002).(b) S&P's Security Price Index Record (1996), Current Statistics (Jan. 1997, Mar. 1998, Dec. 1999, Feb. 2001, Jan. 2002, & Jan. 2003).

(c) Computed by adding gain or loss (ending stock price - beginning stock price) to annual dividends and dividing by beginning stock price.

(d) Computed as sum of capital gain or loss plus interest income, divided by beginning price.

Note: Dividend data not available prior to 1946.