BEFORE THE

IDAHO PUBLIC UTILITIES COMMISSION

CASE NO. IPC-E-05-28

IDAHO POWER COMPANY

EXHIBIT NO. 9

WILLIAM E. AVERA

CONSTANT GROWTH DCF MODEL
SUSTAINABLE GROWTH RATES

CONSTANT GROWTH DCF MODEL

SUSTAINABLE GROWTH RATE

	(a)	(a)	(a)	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	Projections 2008-10			2004		Mid-Year					
Company	EPS	DPS	Net Book Value	Net Book Value	Annual Change	Adjustment Factor	"b"	Adjusted "r"	"b x r" growth	"sv" Factor	Sustainable Growth
Black Hills Corp.	$2.25	$1.44	$26.25	$22.43	3.2%	1.0157	36.0%	8.7%	3.1%	0.12%	3.3%
Edison International	$2.45	$1.40	$24.15	$18.57	5.4%	1.0263	42.9%	10.4%	4.5%	0.01%	4.5%
Hawaiian Electric	$1.75	$1.24	$17.25	$15.01	2.8%	1.0139	29.1%	10.3%	3.0%	0.03%	3.0%
IDACORP, Inc.	$2.10	$1.20	$28.10	$23.88	3.3%	1.0163	42.9%	7.6%	3.3%	0.06%	3.3%
MDU Resources Group	$2.50	$0.90	$22.25	$14.09	9.6%	1.0457	64.0%	11.7%	7.5%	1.17%	8.7%
PNM Resources Group	$1.95	$1.09	$23.25	$18.19	5.0%	1.0245	44.1%	8.6%	3.8%	0.38%	4.2%
Pinnacle West Capital	$3.15	$2.33	$37.25	$32.14	3.0%	1.0148	26.0%	8.6%	2.2%	0.30%	2.5%
Puget Energy, Inc.	$1.75	$1.12	$19.50	$16.24	3.7%	1.0183	36.0%	9.1%	3.3%	0.33%	3.6%
Sempra Energy	$4.00	$1.32	$33.75	$20.78	10.2%	1.0485	67.0%	12.4%	8.3%	0.95%	9.3%
Xcel Energy	$1.50	$1.05	$15.25	$12.99	3.3%	1.0160	30.0%	10.0%	3.0%	0.66%	3.7%
Average											**4.6%**

(a) The Value Line Investment Survey (Aug. 12, 2005).
(b) Annual growth in book value per share from 2004 to 2008-10.
(c) Equal to 2(1+b)/(2+b), where b = annual change in net book value.
(d) (EPS-DPS)/EPS.
(e) (EPS/2008-10 Net Book Value) x Mid-Year Adjustment Factor.
(f) (d) x (e).
(g) "s" equals projected market-to-book ratio x growth in common shares. "v" equals (1- 1/projected market-to-book ratio).
(h) (f) + (g).