

**EXHIBIT NO. ___(JAP-13)
DOCKET NO. UE-121697/UG-121705
JOINT DECOUPLING ACCOUNTING
PETITION
WITNESS: JON A. PILIARIS**

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

In the Matter of the Petition of

**PUGET SOUND ENERGY, INC.
and NW ENERGY COALITION**

**For an Order Authorizing PSE To
Implement Electric and Natural Gas
Decoupling Mechanisms and To
Record Accounting Entries Associated
With the Mechanisms**

**Docket No. UE-121697
Docket No. UG-121705**

**FIFTH EXHIBIT (NONCONFIDENTIAL) TO THE
PREFILED SUPPLEMENTAL DIRECT TESTIMONY OF
JON A. PILIARIS
ON BEHALF OF PUGET SOUND ENERGY, INC.**

MARCH 1, 2013

**Puget Sound Energy
Decoupling Filing
Electric Earnings Test**

Line No.	Description (a)	Calculation (b)	Source (c)
1	Restated Rate Base	\$ 4,165,678,380	Commission basis report pg 1.01 line b
2	Threshold (Authorized +25 basis pts)	8.05%	(Source: UE111048/UG111049)
3	Maximum Net Operating Income	\$ 335,337,110	line 1 x line 2
4	Restated Net Operating Income	\$ 275,972,522	Commission basis report pg 1.01 line a
5	Excess Earnings	\$ (59,364,588)	line 4 - line 3
6	Earnings Sharing Percentage	50%	
7	Pre-Tax Earnings Sharing	\$ (29,682,294)	line 5 x line 6
8	Net to Gross Conversion Factor	0.620433	Commission basis report pg 4.01 line 9
9	Earnings Sharing for CY 2011	\$ (47,841,256)	line 7 / line 8

**Puget Sound Energy
Decoupling Filing
Gas Earnings Test**

Line No.	Description (a)	Calculation (b)	Source (c)
1	Restated Rate Base	\$ 1,644,558,987	Commission basis report pg 1.01 line b
2	Threshold (Authorized +25 basis pts)	8.05%	(Source: UE111048/UG111049)
3	Maximum Net Operating Income	\$ 132,386,998	line 1 x line 2
4	Restated Net Operating Income	\$ 111,548,452	Commission basis report pg 1.01 line a
5	Excess Earnings	\$ (20,838,546)	line 4 - line 3
6	Earnings Sharing Percentage	50%	
7	Pre-Tax Earnings Sharing	\$ (10,419,273)	line 5 x line 6
8	Net to Gross Conversion Factor	0.621242	Commission basis report pg 4.01 line 12
9	Earnings Sharing for CY 2011	\$ (16,771,682)	line 7 / line 8