

**EXHIBIT NO. \_\_\_(RJR-3)**  
**DOCKET NO. UE-14\_\_\_\_\_**  
**2014 PSE PCORC**  
**WITNESS: RONALD J. ROBERTS**

**BEFORE THE**  
**WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY, INC.,**

**Respondent.**

**Docket No. UE-14\_\_\_\_\_**

**SECOND EXHIBIT (NONCONFIDENTIAL) TO THE  
PREFILED DIRECT TESTIMONY OF  
RONALD J. ROBERTS  
ON BEHALF OF PUGET SOUND ENERGY, INC.**

**MAY 23, 2014**

2013 PCORC -- Production O&M Summary

Resources	2014 PCORC		Initial Filing		Adjustment Description	2013 PCORC		Change 14 PCORC as Filed vs '13 PCORC
	Test Year 1/01/2013 - 12/31/2013	Adjustments	2014 PCORC Dec 14-Nov15	2013 PCORC Nov13-Oct14				
Colstrip 1/2	\$18,716,407	\$ 7,326,664	26,043,071	21,329,169	Replace test year with PPL's rate year budget	21,329,169	4,713,902	
Colstrip 3/4	16,491,185	(105,928)	16,385,257	18,946,389	Replace test year with PPL's rate year budget	18,946,389	(2,561,133)	
Encogen	5,135,600	130,000	5,265,600		Remove credit associated with 2012 Combustion Inspection from Test Year.	5,316,102	(50,502)	
Lower Baker	4,137,204	-	4,137,204	4,137,204	N/A - Rate Year = Test Year	5,333,295	(1,196,091)	
Upper Baker	4,299,468	-	4,299,468	4,299,468	N/A - Rate Year = Test Year	2,338,297	1,961,171	
Baker Licensing	3,011,106	(612,431)	2,398,675	2,398,675	Proform in Rate Year Licensing Costs	3,635,532	(1,236,858)	
Electron	2,009,672	-	2,009,672	2,009,672	N/A - Rate Year = Test Year	1,770,334	239,338	
Snoqualmie	2,446,632	-	2,446,632	2,446,632	N/A - Rate Year = Test Year	2,161,851	284,781	
Snoqualmie Licensing	354,693	250,634	605,327	605,327	Proform in Rate Year Licensing Costs	642,910	(37,583)	
Ferndale	5,476,518	11,278	5,487,796	5,487,796	Adjustment to reflect NAES contract fee escalation	6,855,441	(1,367,645)	
Freddie 1	4,254,367	(163,769)	4,090,599	4,090,599	Proform rate year to Atlantic Power's budget.	4,225,747	(135,149)	
Crystal	150,986	-	150,986	150,986	N/A - Rate Year = Test Year	141,669	9,317	
Goldendate	7,743,881	585,641	8,329,522	8,329,522	Proform rate year major maintenance amortization.	5,968,722	2,360,800	
Mint Farm	6,133,408	892,012	7,025,420	7,025,420	Proform rate year major maintenance amortization.	6,053,345	972,074	
Whitehorn	1,406,231	-	1,406,231	1,406,231	N/A - Rate Year = Test Year	2,308,894	(902,663)	
Frederickson	1,547,256	150,000	1,697,256	1,697,256	N/A - Rate Year = Test Year	5,373,878	(3,676,622)	
Fredonia 1-4	2,276,672	-	2,276,672	2,276,672	N/A - Rate Year = Test Year	2,429,448	(152,777)	
Sumas	4,577,830	-	4,577,830	4,577,830	N/A - Rate Year = Test Year	4,733,038	(155,209)	
Other	4,179,354	-	4,179,354	4,179,354	N/A - Rate Year = Test Year	4,695,091	(515,737)	
Hopkins Ridge + Expansion	4,844,081	283,562	5,127,642	5,127,642	Proform rate year Vestas contract + Royalties based on RY MWhs	7,378,425	(2,250,783)	
Wild Horse	10,510,036	448,238	10,958,274	10,958,274	Proform rate year Vestas contract + Royalties based on RY MWhs	11,918,504	(960,230)	
Wild Horse Expansion	1,586,244	68,200	1,654,444	1,654,444	Proform rate year Vestas contract + Royalties based on RY MWhs	1,591,996	62,448	
Lower Snake River	12,645,372	(203,951)	12,441,421	12,441,421	Proforma rate year Siemens contract + Royalties based on RY MWhs, less: 2012 performance bonus removed from 2013 activity.	10,964,812	1,476,608	
Sys Control & Dispatch	90,418	-	90,418	90,418	N/A - Rate Year = Test Year	533,732	(443,314)	
<b>Prod. O&amp;M incl. Benefits/Taxes</b>	<b>\$124,024,622</b>	<b>\$9,060,148</b>	<b>\$133,084,770</b>	<b>\$135,674,423</b>	<i>2013 PCORC settlement: reduction to Colstrip O&amp;M.</i>	<b>\$135,674,423</b>	<b>(\$2,589,653)</b>	

Resources	2014 PCORC	Adjustments	Initial Filing	2013 PCORC	Change
Coal	35,207,592	7,220,735	42,428,328	40,275,558	2,152,770
Gas Fired Turbines	38,702,750	1,605,161	40,307,911	43,406,286	(3,098,374)
Hydro	16,258,775	(361,797)	15,896,978	15,882,219	14,759
Wind	29,585,733	596,048	30,181,781	31,853,738	(1,671,956)
Other	4,269,772	-	4,269,772	4,256,623	13,149
<b>Prod. O&amp;M incl. Benefits/Taxes</b>	<b>\$124,024,622</b>	<b>\$9,060,148</b>	<b>\$133,084,770</b>	<b>\$135,674,423</b>	<b>(\$2,589,653)</b>

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