

**Exhibit No. AMCL-2
Dockets UE-090704 and UG-090705
Witness: Ann M. C. LaRue**

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

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY, INC.,

Respondent.

**DOCKET UE-090704
AND
DOCKET UG-090705
(consolidated)**

EXHIBIT TO TESTIMONY OF

ANN M. C. LaRUE

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

*Staff Adjustments 10.17 and 9.12
D&O Insurance Restated*

November 17, 2009

Director & Officer Insurance
 Restated

<u>Line No.</u>		Total System	Company Proposed	Staff Proposed
1				
2				
3				
4	Restated D&O Insurance Expense	886,965		
5				
6	Subsidiary Allocation	0.699% <u>6,200</u>		
7				
8	D&O Insurance for Regulated Utilities	880,765		
9				
10	Less: Allocation to Shareholders	50% <u>440,383</u>		
11				
12	Allocated to Ratepayers	50%		<u>440,383</u>
13				
14				
15	Direct Labor O&M Allocation	59.40%	523,174	261,587
16				
17				
18	Electric 10.17			
19				
20	Restated D&O Insurance Expense (Electric)	59.05%	308,935	154,467
21				
22				
23				
24	Gas 9.12			
25				
26	Restated D&O Insurance Expense (Gas)	40.95%	214,240	107,120