

**Exhibit No. RCM-3  
Dockets UE-090704 & UG-090705  
Witness: Roland C. Martin**

**BEFORE THE WASHINGTON 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 OF**

**Roland C. Martin**

**STAFF OF  
WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION**

*Analysis of Net Benefit Related to SSCM Deductions and Repayments*

**November 17, 2009**

PUGET SOUND ENERGY- ELECTRIC  
 Analysis of Net Benefit Related to SSCM Deductions and Repayments  
 ESTIMATED REVENUE REQUIREMENT BENEFITS NOT TRACKED/PASSED-THRU TO RATEPAYERS

Line #		2	Revenue Requirement Impact
1	COMPANY BENEFITS		
2	2002 Estimated Benefit on Tax Balance		\$ 1,355,871
3	2003 Estimated Benefit on Tax Balance		8,001,421
4	2004 Estimated Benefit on Tax Balance		8,038,064
5	2005 Estimated Benefit on Tax Balance		1,370,861
6	TOTAL COMPANY BENEFITS NOT PASSED THRU TO RATEPAYERS	Sum lines 2-5	<u>\$ 18,766,216</u>
7			
8	BENEFITS RECEIVED BY RATEPAYERS		
9	March 4, 2005 - January 12, 2007 ratepayers benefits in rates		15,817,436
10	TOTAL BENEFITS RECEIVED BY RATEPAYERS		<u>\$ 15,817,436</u>
11			
12	COMPANY BENEFITS LESS RATEPAYER BENEFITS	Line 6-Line 10	\$ 2,948,780
13	PLUS FINANCING COST OF REPAYMENTS TO IRS PAID BY RATEPAYERS		<u>6,905,776</u>
	TOTAL EXCESS OF COMPANY BENEFITS OVER RATEPAYER BENEFITS RECEIVED AND		
14	FINANCING COSTS PAID BY RATEPAYERS	Line 12+Line 13	\$ 9,854,557
15	ADDITIONAL COMPANY BENEFIT IF PSE PROPOSAL IS GRANTED: REVENUE		
16	REQUIREMENT OF NET INTEREST PAID TO IRS (INCLUDING CARRYING COST)		<u>\$ 7,741,418</u>
	REMAINING BENEFITS IF IRS INTEREST IS PAID FROM BENEFITS OWED RATEPAYERS.		
17	THIS SHOWS NO RATE RELIEF IS NECESSARY	Line14-Line16	<u>\$ 2,113,139</u>

Data Source: PSE analysis of the impact on rates associated with the Simplified Service Cost Method, provided via e-mail to Staff on December 16, 2008 following company office visit.