

**Exhibit No. DCP-10
Dockets UE-090704 and UG-090705
Witness: David C. Parcell**

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

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY, INC.,

Respondent.

DOCKET UE-090704

DOCKET UG-090705

EXHIBIT TO TESTIMONY OF

DAVID C. PARCELL

**ON BEHALF OF
STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Proxy Companies Basis for Selection

November 17, 2009

PROXY COMPANIES BASIS FOR SELECTION

Company	Net Plant (\$000)**	Percent Revenues Electric **	Common Equity Ratio **	S&P Stock Ranking	Moody's/ S&P Bond Rating
Comparison Group*					
Allegheny Energy	\$8,002,200	80%	41%	B	Baa2/BBB+
Avista Corp	\$2,492,200	51%	52%	B+	Baa2/BBB+
Cleco	\$2,045,300	96%	49%	B	Baa1/BBB
Empire District Electric	\$1,342,800	86%	46%	B+	Baa1/BBB+
Great Plains Energy	\$6,081,300	100%	50%	B	Baa1/BBB+
Hawaiian Electric Industries	\$2,907,400	98%	53%	B+	Baa2/BBB
Pinnacle West Capital	\$8,916,700	95%	53%	B	Baa2/BBB-
Westar Energy	\$5,533,500	70%	50%	B	Baa2/BBB-

* Selected using following criteria:
 Net Plant of \$1 billion to \$10 billion.
 Electric Revenues of 50% or greater.
 Common Equity Ratio of 40% or greater.
 S&P Stock Ranking of B or B+
 S&P and Moody's bond ratings of Baa/BBB.
 Currently pays common stock dividends.

** 2007 figures.

Sources: C.A. Turner Utility Reports, Standard & Poor's Stock Guide, and Value Line.