

**Exhibit No. DCP-13
Dockets UE-090704 and UG-090705
Witness: David C. Parcel**

**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**

Comparison Companies CAPM Cost Rates

November 17, 2009

**COMPARISON COMPANIES
CAPM COST RATES**

COMPANY	RISK-FREE RATE	BETA	RISK PREMIUM	CAPM RATES
PROXY GROUP				
Allegheny Energy	4.21%	1.00	5.32%	9.5%
Avista Corp	4.21%	0.70	5.32%	7.9%
Cleco	4.21%	0.65	5.32%	7.7%
Empire District Electric	4.21%	0.75	5.32%	8.2%
Great Plains Energy	4.21%	0.75	5.32%	8.2%
Hawaiian Electric Industries	4.21%	0.70	5.32%	7.9%
Pinnacle West Capital	4.21%	0.75	5.32%	8.2%
Westar Energy	4.21%	0.75	5.32%	8.2%
Mean				8.2%
Median				8.2%
S&P Electric Utilities				
Allegheny Energy	4.21%	1.00	5.32%	9.5%
American Electric Power	4.21%	0.70	5.32%	7.9%
Ameren	4.21%	0.80	5.32%	8.5%
CMS Energy	4.21%	0.80	5.32%	8.5%
CenterPoint Energy	4.21%	0.80	5.32%	8.5%
Consolidated Edison	4.21%	0.65	5.32%	7.7%
Constellation Energy	4.21%	0.80	5.32%	8.5%
DTE Energy	4.21%	0.75	5.32%	8.2%
Dominion Resources	4.21%	0.70	5.32%	7.9%
Duke Energy	4.21%	0.65	5.32%	7.7%
Edison International	4.21%	0.80	5.32%	8.5%
Entergy	4.21%	0.70	5.32%	7.9%
Exelon	4.21%	0.85	5.32%	8.7%
FPL Group	4.21%	0.75	5.32%	8.2%
FirstEnergy Corp	4.21%	0.80	5.32%	8.5%
Integrus Energy	4.21%	0.95	5.32%	9.3%
PG&E	4.21%	0.55	5.32%	7.1%
PPL Corp	4.21%	0.70	5.32%	7.9%
Pepco Holdings	4.21%	0.80	5.32%	8.5%
Pinnacle West Capital	4.21%	0.75	5.32%	8.2%
Progress Energy	4.21%	0.65	5.32%	7.7%
Public Service Enterprise	4.21%	0.80	5.32%	8.5%
Sempra Energy	4.21%	0.85	5.32%	8.7%
Southern Company	4.21%	0.55	5.32%	7.1%
TECO Energy	4.21%	0.85	5.32%	8.7%
Wisconsin Energy	4.21%	0.65	5.32%	7.7%
Xcel Energy Inc.	4.21%	0.65	5.32%	7.7%
Mean				8.2%
Median				8.2%
Integrated Electric Utilities				
Allegheny Energy	4.21%	1.00	5.32%	9.5%
ALLETE	4.21%	0.70	5.32%	7.9%
American Electric Power	4.21%	0.70	5.32%	7.9%
Ameren	4.21%	0.80	5.32%	8.5%
Cleco	4.21%	0.65	5.32%	7.7%
DPL Inc	4.21%	0.60	5.32%	7.4%
Duke Energy	4.21%	0.65	5.32%	7.7%
Edison International	4.21%	0.80	5.32%	8.5%
Empire District Electric	4.21%	0.75	5.32%	8.2%
Entergy	4.21%	0.70	5.32%	7.9%
FirstEnergy	4.21%	0.80	5.32%	8.5%
FPL Group	4.21%	0.75	5.32%	8.2%
Hawaiian Electric	4.21%	0.70	5.32%	7.9%
IDACORP	4.21%	0.70	5.32%	7.9%
NV Energy	4.21%	0.90	5.32%	9.0%
PG&E	4.21%	0.55	5.32%	7.1%
Portland General	4.21%	0.70	5.32%	7.9%
Progress Energy	4.21%	0.65	5.32%	7.7%
Southern Co.	4.21%	0.55	5.32%	7.1%
UniSource Energy	4.21%	0.70	5.32%	7.9%
Xcel Energy Inc.	4.21%	0.65	5.32%	7.7%
Mean				8.0%
Median				7.9%

Sources: Value Line Investment Survey, Standard & Poor's Analysts' Handbook, Federal Reserve.