

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION STAFF  
RESPONSE TO DATA REQUEST

DATE PREPARED:	December 8, 2014	WITNESS:	David C. Parcell
DOCKET:	UE-140762, et al.	RESPONDER:	David C. Parcell
REQUESTER:	Pacific Power	TELEPHONE:	Thomas E. Schooley (360) 664-1307

55. Refer to page 37, lines 20-22, where Mr. Parcell addresses his CE analysis and claims that recent returns are 9.4 to 10.3 percent and prospective returns are 9.5 to 11.1 percent. Please reconcile this testimony with Mr. Parcell's CE position that the cost of equity for the proxy utilities is no more than 9.0 to 10.0 percent. Did Mr. Parcell make an adjustment for market to book ratios?

**RESPONSE:**

Please see Mr. Parcell's table on page 36 of his Direct Testimony, which shows that six of the eight period averages are 10.1 percent or less and four of the eight are 9.8 percent or less.