

Exhibit No. __ (BAE-7)
Dockets UE-111048/UG-111049
Witness: Betty A. Erdahl

BEFORE THE WASHINGTON STATE UTILITIES AND TRANSPORTATION COMMISSION

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY, INC.,

Respondent.

DOCKET UE-111048
DOCKET UG-111049
(Consolidated)

**EXHIBIT TO
TESTIMONY OF**

BETTY A. ERDAHL

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

Staff Employee Insurance Adjustments

December 7, 2011

PUGET SOUND ENERGY-ELECTRIC
EMPLOYEE INSURANCE
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2010
2011 GENERAL RATE INCREASE

LINE NO.	DESCRIPTION	Staff Adjustment
		(b)
1	<u>BENEFIT CONTRIBUTION:</u>	
2	SALARIED EMPLOYEES	\$ 12,647,781
3	UNION EMPLOYEES	9,491,413
4	PRO FORMA INSURANCE COSTS	<u>22,139,193</u>
5		
6	APPLICABLE TO OPERATIONS @	13,407,495
7	CHARGED TO EXPENSE 12 MONTH ENDING DECEMBER 2010	<u>13,515,093</u>
8	INCREASE(DECREASE) OPERATING EXPENSE	(107,598)
9		
10	INCREASE(DECREASE) FIT @	37,659
11		
12	INCREASE(DECREASE) NOI	<u>\$ 69,939</u>

**PUGET SOUND ENERGY-GAS
EMPLOYEE INSURANCE
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2010
GAS TARIFF REVISIONS**

LINE NO.	DESCRIPTION	Staff Adjustment
		(b)
1	<u>BENEFIT CONTRIBUTION:</u>	
2	SALARIED EMPLOYEES	6,142,563
3	UNION EMPLOYEES	4,609,631
4	PRO FORMA INSURANCE COSTS	<u>10,752,195</u>
5		
6	APPLICABLE TO OPERATIONS @	6,511,529
7	CHARGED TO EXPENSE 12 MONTH ENDING DECEMBER 2010	<u>6,563,785</u>
8	INCREASE(DECREASE) OPERATING EXPENSE	(52,256)
9		
10	INCREASE(DECREASE) FIT @	18,290
11		
12	INCREASE(DECREASE) NOI	<u><u>\$ 33,966</u></u>