

**EXHIBIT NO. ___(JHS-19)
DOCKET NO. UE-072300/UG-072301
2007 PSE GENERAL RATE CASE
WITNESS: JOHN H. STORY**

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY, INC.,

Respondent.

**Docket No. UE-072300
Docket No. UG-072301**

**FIFTH EXHIBIT (NONCONFIDENTIAL) TO THE
PREFILED REBUTTAL TESTIMONY OF
JOHN H. STORY
ON BEHALF OF PUGET SOUND ENERGY, INC.**

JULY 3, 2008

	0	1	2	3	4	5	6
Storm - Flow Thru vs. Normalized Tax							
2							
3							
4							
5 Gross Plant							
6 4 Year Storm	28,512,064	7,128,016	7,128,016	7,128,016	7,128,016		
7 6 Year Storm	79,593,401	13,265,567	13,265,567	13,265,567	13,265,567	13,265,567	13,265,567
8	108,105,465	20,393,583	20,393,583	20,393,583	20,393,583	13,265,567	13,265,567
9							
10 After-Tax Cost of Capital	7.23%						
11							
12 Flow Thru							
13							
14 Storm Balance	108,105,465	87,711,882	67,318,299	46,924,717	26,531,134	13,265,567	(0)
15 Deferred Tax Storm							
16 Storm Ratebase	108,105,465	87,711,882	67,318,299	46,924,717	26,531,134	13,265,567	(0)
17							
18 Average Ratebase		97,908,674	77,515,091	57,121,508	36,727,925	19,898,350	6,632,783
19							
20 Return on Ratebase [Line 18 * Cost of Capital]		7,078,797	5,604,341	4,129,885	2,655,429	1,438,651	479,550
21 Storm Amort [Line 8]		20,393,583	20,393,583	20,393,583	20,393,583	13,265,567	13,265,567
22 Tax [Line 8 (Beg Bal) * 35%]		(37,836,913)					
23 Operating Income [Line 20 + Line 21 + Line 22]		(10,364,533)	25,997,924	24,523,468	23,049,012	14,704,218	13,745,117
24 Revenue Requirement [Line 23/ 65%]		(15,945,435)	39,996,806	37,728,412	35,460,018	22,621,873	21,146,334
25							
26 Year to Year change in revenue requirement		(15,945,435)	55,942,241	(2,268,394)	(2,268,394)	(12,838,145)	(1,475,539)
27							
<hr/>							
29 Normalized							
30							
31 Storm Balance	108,105,465	87,711,882	67,318,299	46,924,717	26,531,134	13,265,567	(0)
32 Deferred Tax Storm	(37,836,913)	(30,699,159)	(23,561,405)	(16,423,651)	(9,285,897)	(4,642,948)	-
33 Storm Ratebase	70,268,552	57,012,723	43,756,895	30,501,066	17,245,237	8,622,618	(0)
34							
35 Average Ratebase		63,640,638	50,384,809	37,128,980	23,873,151	12,933,928	4,311,309
36							
37 Return on Ratebase [Line 35 * Cost of Capital]		4,601,218	3,642,822	2,684,425	1,726,029	935,123	311,708
38 Storm Amort [Line 8]		20,393,583	20,393,583	20,393,583	20,393,583	13,265,567	13,265,567
39 Tax [Line 38 * 35%]		(7,137,754)	(7,137,754)	(7,137,754)	(7,137,754)	(4,642,948)	(4,642,948)
40 Operating Income [Line 37 + Line 38 + Line 39]		17,857,047	16,898,651	15,940,254	14,981,858	9,557,741	8,934,326
41 Revenue Requirement [Line 40/ 65%]		27,472,380	25,997,924	24,523,468	23,049,012	14,704,218	13,745,117
42							
43 Year to Year change in revenue requirement		27,472,380	(1,474,456)	(1,474,456)	(1,474,456)	(8,344,794)	(959,100)