

**BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND )  
TRANSPORTATION COMMISSION, )  
Complainant, )  
v. )  
PUGET SOUND ENERGY, INC., )  
Respondent. )  
\_\_\_\_\_ )

Docket Nos. UE-111048/UG-111049  
(consolidated)

**EXHIBIT NO.\_\_(MPG-11)**

**SUSTAINABLE CONSTANT GROWTH DCF MODEL**

December 7, 2011

# Puget Sound Energy

## Sustainable Growth Rates Constant Growth DCF Model

<u>Line</u>	<u>Company</u>	<u>13-Week AVG Stock Price<sup>1</sup></u> (1)	<u>Sustainable Growth<sup>2</sup></u> (2)	<u>Annualized Dividend<sup>3</sup></u> (3)	<u>Adjusted Yield</u> (4)	<u>Constant Growth DCF</u> (5)
1	Alliant Energy	\$39.90	5.53%	\$1.70	4.50%	10.02%
2	CMS Energy	\$20.04	5.11%	\$0.84	4.41%	9.51%
3	Great Plains Energy	\$19.87	2.62%	\$0.83	4.29%	6.90%
4	NV Energy	\$14.94	4.49%	\$0.48	3.36%	7.85%
5	OGE Energy	\$49.51	7.30%	\$1.50	3.25%	10.55%
6	Pinnacle West Capital	\$44.18	3.86%	\$2.10	4.94%	8.80%
7	TECO Energy	\$17.88	5.79%	\$0.86	5.09%	10.88%
8	Westar Energy	\$26.45	4.79%	\$1.28	5.07%	9.86%
9	Wisconsin Energy	\$31.69	4.87%	\$1.04	3.44%	8.31%
10	<b>Average</b>	<b>\$29.38</b>	<b>4.93%</b>	<b>\$1.18</b>	<b>4.26%</b>	<b>9.19%</b>
11	<b>Median</b>		<b>4.87%</b>			<b>9.51%</b>

Sources:

<sup>1</sup> <http://moneycentral.msn.com>, downloaded on November 23, 2011.

<sup>2</sup> Exhibit No.\_\_(MPG-10), page 1 of 2.

<sup>3</sup> *The Value Line Investment Survey*, September 23, November 4 and November 25, 2011.