

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-12)
MULTI-STAGE GROWTH DCF MODEL

December 7, 2011

Puget Sound Energy

Multi-Stage Growth DCF Model

Line	Company	13-Week AVG Stock Price ¹ (1)	Annualized Dividend ² (2)	First Stage Growth ³ (3)	Second Stage Growth					Third Stage Growth ⁴ (9)	Multi-Stage Growth DCF (10)
					Year 6 (4)	Year 7 (5)	Year 8 (6)	Year 9 (7)	Year 10 (8)		
1	Alliant Energy	\$39.90	\$1.70	5.79%	5.64%	5.49%	5.34%	5.20%	5.05%	4.90%	9.62%
2	CMS Energy	\$20.04	\$0.84	5.81%	5.66%	5.51%	5.36%	5.20%	5.05%	4.90%	9.55%
3	Great Plains Energy	\$19.87	\$0.83	5.31%	5.24%	5.17%	5.10%	5.04%	4.97%	4.90%	9.39%
4	NV Energy	\$14.94	\$0.48	10.46%	9.53%	8.61%	7.68%	6.75%	5.83%	4.90%	9.64%
5	OGE Energy	\$49.51	\$1.50	7.12%	6.75%	6.38%	6.01%	5.64%	5.27%	4.90%	8.56%
6	Pinnacle West Capital	\$44.18	\$2.10	5.27%	5.21%	5.14%	5.08%	5.02%	4.96%	4.90%	10.00%
7	TECO Energy	\$17.88	\$0.86	5.09%	5.06%	5.03%	5.00%	4.96%	4.93%	4.90%	10.00%
8	Westar Energy	\$26.45	\$1.28	5.34%	5.27%	5.20%	5.12%	5.05%	4.97%	4.90%	10.11%
9	Wisconsin Energy	\$31.69	\$1.04	7.72%	7.25%	6.78%	6.31%	5.84%	5.37%	4.90%	9.01%
10	Average	\$29.38	\$1.18	6.43%	6.18%	5.92%	5.67%	5.41%	5.16%	4.90%	9.54%
11	Median										9.62%

Sources:

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

² Exhibit No.____(MPG-6).

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

⁴ *Blue Chip Economic Indicators*, October 10, 2011 at 15.