

**Exh. GAW-6  
UE-240004/UG-240005/UE-230810  
Witness: Glenn A. Watkins**

**BEFORE THE WASHINGTON  
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY,**

**Respondent.**

**DOCKETS UE-240004, UG-240005,  
UE-230810 (*Consolidated*)**

**EXHIBIT TO TESTIMONY OF**

**GLENN A. WATKINS**

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

*Natural Gas Customer Cost Analysis*

**August 6, 2024**

**PUGET SOUND ENERGY**  
**Natural Gas Customer Cost Analysis At Staff Proposed ROR**

	<b>Residential</b> <b>(16,23,53)</b>	<b>Comm. &amp; Indus.</b> <b>(31,31T)</b>
<b>Gross Plant</b>		
380 Services	\$760,012,403	\$732,280,139
381 Meters	\$137,200,231	\$40,104,181
382 Meter Installations	\$219,783,899	\$17,233,560
383 House Regulators	\$15,638,073	\$4,571,072
384 House Regulators Installations	\$64,305,157	\$18,796,657
<b>Total Gross Plant</b>	<b>\$1,196,939,763</b>	<b>\$812,985,609</b>
<b>Depreciation Reserve</b>		
Services	\$374,024,599	\$360,376,731
Meters	\$38,097,619	\$11,136,088
Meter Installations	\$71,764,419	\$5,627,148
House Regulators	\$5,844,025	\$1,708,232
House Regulators Installations	\$28,500,244	\$8,330,736
<b>Total Accum. Depreciation</b>	<b>\$518,230,906</b>	<b>\$387,178,935</b>
<b>Total Net Plant</b>	<b>\$678,708,858</b>	<b>\$425,806,675</b>
<b>Operation &amp; Maintenance Expenses</b>		
878 Meters & House Regulators - Oper	\$1,846,349	\$539,695
879 Customer Installations Expenses	\$1,302,967	\$502,252
892 Maintenance - Services	\$2,726,114	\$2,626,640
893 Maintenance-Meters & House Regulators	\$416,317	\$121,691
902 Meter Reading	\$9,286,586	\$661,494
903 Records & Collections	\$10,560,144	\$806,012
<b>Total O &amp; M Expenses</b>	<b>\$26,138,476</b>	<b>\$5,257,784</b>
<b>Depreciation Expense</b>		
Services (4.14% Weighted Average Depreciation Rate)	\$31,459,414	\$30,311,485
Meters (4.64% Weight Average Depreciation Rate)	\$6,367,661	\$1,861,293
Meter Installations (2.91% Depreciation Rate)	\$6,395,711	\$501,497
House Regulators (1.97% Depreciation Rate)	\$308,070	\$90,050
House Regulators Installations (1.92% Depreciation Rate)	\$1,234,659	\$360,896
<b>Total Depreciation Expense</b>	<b>\$45,765,516</b>	<b>\$33,125,220</b>
<b>Revenue Requirement</b>		
Interest	\$18,664,222	\$11,709,513
Equity Return	\$31,271,511	\$19,619,043
Income Tax	\$8,312,680	\$5,215,189
Revenue For Return	\$58,248,413	\$36,543,744
O&M Expenses	\$26,138,476	\$5,257,784
Depreciation Expense	\$45,765,516	\$33,125,220
Revenue Req. Before Excise & WUTC Gross-Up	\$130,152,405	\$74,926,749
Uncollect., State Utility Tax & WUTC Fee Gross-Up Factor 1/	0.954700	0.954700
<b>Total Revenue Requirement</b>	<b>\$136,328,066</b>	<b>\$78,481,983</b>
Number of Customers 2/	812,906	57,904
Number of Bills	9,754,866	694,850
<b>Total Monthly Customer Cost</b>	<b>\$13.98</b>	<b>\$112.95</b>

1/ Per 240004-05-PSE-WP-SEF-3E-8G-ConversionFactor-24GRC-02-2024

2/ Per 240004-05-PSE-WP-JDT-4-GCOS-EXT-ALLOC-24GRC-02-2024.xlsx. Tab Customer Counts.