

EXHIBIT NO. \_\_\_\_\_ (MWD-3)  
DOCKET NO. UE-111048/UG-111049  
2011 PUGET SOUND ENERGY, INC. GENERAL RATE CASE  
WITNESS: MEGAN WALSETH DECKER

BEFORE THE WASHINGTON STATE  
UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND	)	DOCKET NOS. UE-111048
TRANSPORTATION COMMISSION,	)	and UG-111049 ( <i>Consolidated</i> )
	)	
Complainant,	)	
	)	
vs.	)	
	)	
PUGET SOUND ENERGY, INC.,	)	
	)	
Respondent.	)	
_____	)	

PREFILED CROSS-ANSWERING TESTIMONY (NON-CONFIDENTIAL) OF  
MEGAN WALSETH DECKER  
ON BEHALF OF NW ENERGY COALITION

Exhibit \_\_\_\_\_ (MWD-3)

January 17, 2012

**BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**Docket Nos. UE-111048 and UG-111049  
Puget Sound Energy, Inc.'s  
2011 General Rate Case**

**PUBLIC COUNSEL DATA REQUEST NO. 284**

**PUBLIC COUNSEL DATA REQUEST NO. 284:**

**RE: PSE's Response to Public Counsel Data Request No. 200.**

Please provide any alternative carbon cost forecasts considered by PSE, including EIA forecasts or forecasts by other utilities or energy consulting firms in conjunction with its development of the carbon cost forecasts used for the 2009 IRP and the 2009 IRP addendum.

**Response:**

Puget Sound Energy, Inc. ("PSE"), considered a range of carbon dioxide price forecasts for use in PSE's 2009 Integrated Resource Plan ("IRP"). Carbon dioxide prices did not change for the 2009 IRP Addendum.

Attached as Attachment A to PSE's Response to Public Counsel Data Request No. 284 is an MS Excel file that includes the carbon dioxide prices from four different sources considered in the 2009 IRP; all of which have been converted to short tons and nominal dollars.

Attached as Attachment B to PSE's Response to Public Counsel Data Request No. 284 is an Environmental Protection Agency document of its analysis of the policies listed below. Note, the ADAGE and IGEM are different models used to analyze the same policy represented by S.2191.

- S.2191, ADAGE
- S.2191, IGEM

Attached as Attachment C to PSE's Response to Public Counsel Data Request No. 284 is the proposed law that includes the price cap proposal of S.3036.

Attached as Attachment D to PSE's Response to Public Counsel Data Request No. 284 is a document from Wood Mackenzie titled "Wood Mackenzie Carbon Casebook: Case 2".

Attached as Attachment E to PSE's Response to Public Counsel Data Request No. 284 is the related MS Excel file from Wood Mackenzie that accompanied the document in Attachment D to PSE's Response to Public Counsel Data Request No. 284.