

Exhibit No. \_\_\_\_ (TES-3)  
DOCKET UE-121373  
DOCKETS UE-121697/UG-121705  
DOCKETS UE-130137/UG-130138  
Witness: Thomas E. Schooley

BEFORE THE WASHINGTON STATE UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,

Complainant,

v.

PUGET SOUND ENERGY, INC.

Respondent.

DOCKET UE-121373  
DOCKETS UE-121697/UG-121705  
DOCKETS UE-130137/UG-130138

EXHIBIT TO  
TESTIMONY OF

THOMAS E. SCHOOLEY

STAFF OF  
WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION

*Rate Increases v. Earnings*

March 27, 2013

Comparison of Rate Changes to Earned Returns at PSE  
For 2005 through 2011

Electric Rate Increases			PSE Commission Basis Results of Operations				Deviation from Authorized			
Docket	Rates effective	Percent Rate Change *1	Calendar Year	Subsequent Commission Basis Report	Achieved Return	Granted Rate Of Return	Achieved Equity Return	Granted Equity Return	Overall	Equity
UE-040641/ UE-032043	3/4/2005	3.9%								
UE-050870	11/1/2005	3.7%								
UE-060783	7/1/2006	6.0%	2006	UE-070825	8.78%	8.40%	10.30%	10.40%	0.4%	-0.1%
UE-060266	1/13/2007	-1.3%								
UE-070565	8/9/2007	3.7%	2007	UE-080850	8.13%	8.40%	9.89%	10.40%	-0.3%	-0.5%
UE-072300	11/1/2008	7.1%	2008	UE-090674	6.39%	8.25%	5.94%	10.15%	-1.9%	-4.2%
			2009	UE-100719	6.11%	8.25%	5.63%	10.15%	-2.1%	-4.5%
UE-090704	5/1/2010	3.7%	2010	UE-110764	6.07%	8.10%	5.57%	10.10%	-2.0%	-4.5%
			2011	UE-120608	6.62%	8.14%	6.98%	10.10%	-1.5%	-3.1%
			Average Earnings Shortfalls						-1.2%	-2.8%

Natural Gas Rate Increases			PSE Commission Basis Results of Operations				Deviation from Authorized			
Docket	Rates effective	Percent Rate Change *1	Calendar Year	Subsequent Commission Basis Report	Achieved Return	Granted Rate Of Return	Achieved Equity Return	Granted Equity Return	Overall	Equity
UG-040640	3/4/2005	3.20%	2006	UG-070826	7.21%	8.40%	10.30%	10.40%	-1.2%	-0.1%
UG-060267	1/13/2007	3.10%	2007	UG-080851	7.34%	8.40%	9.89%	10.40%	-1.1%	-0.5%
UG-072301	11/1/2008	4.60%	2008	UG-090675	6.52%	8.25%	5.94%	10.15%	-1.7%	-4.2%
UG090705	5/1/2010	0.80%	2009	UG-100720	6.10%	8.25%	5.63%	10.15%	-2.2%	-4.5%
			2010	UG-110765	6.24%	8.10%	5.57%	10.10%	-1.9%	-4.5%
			2011	UG-120609	6.78%	8.14%	7.30%	10.10%	-1.4%	-2.8%
			Average Earnings Shortfalls						-1.6%	-2.8%

\*1 Percent rate changes are at annual rates and not cumulative.  
Some increases were in effect less than one year.