

**Exh. DPK-5r
Dockets UE-240004,
UG-240005, UE-230810
Witness: Danny P. Kermode**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY,

Respondent.

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

EXHIBIT TO TESTIMONY OF

DANNY P. KERMODE

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

*Electric Summary Schedules Staff Results - Proposed Trackers
Removed with Costs Restored to Base Rates*

August 6, 2024

Revised August 14, 2024



**PUGET SOUND ENERGY - ELECTRIC
 ELECTRIC RESULTS OF OPERATIONS
 2024 GENERAL RATE CASE
 12 MONTHS ENDED JUNE 30, 2023
 GENERAL RATE INCREASE
 With Trackers Restored to Base Rates**

LINE NO.	DESCRIPTION	2025 RATE YEAR 1	2026 RATE YEAR 2
1	RATE BASE	\$ 6,818,435,901	\$ 7,969,294,828
2	RATE OF RETURN	7.36%	7.37%
3			
4	OPERATING INCOME REQUIREMENT	501,836,882	587,337,029
5			
6	PRO FORMA OPERATING INCOME	43,908,042	(77,552,219)
7	OPERATING INCOME DEFICIENCY	457,928,841	664,889,248
8			
9	CONVERSION FACTOR	0.751313	0.751313
10	CUMULATIVE REVENUE CHANGE	\$ 609,504,748	\$ 884,969,710
11			
12	NET REVENUE CHANGE IN BASE RATES BY RATE YEAR	\$ 609,504,748	\$ 275,464,962
13			
14	CHANGES TO OTHER PRICE SCHEDULES FROM EXH. CTM-7		
15	CURRENT TARIFF RATES TRANSFERRED TO BASE RATES ABOVE:		
16	SCHEDULE 95 - 2020 PCORC		
17	SCHEDULE 95 - 2024 POWER COST UPDATE	\$ (161,629,358)	
18	SCHEDULE 141CEIP	(23,557,982)	
19	SCHEDULE 137	(142,890)	
20	SCH. 141N (RATES NOT SUBJ TO REF ADJ)	(160,864,693)	
21	SCH. 141R (RATES SUBJECT TO REF ADJ)	(152,840,009)	
22	NEW TARIFF RATES COSTS NOT INCLUDED IN BASE RATES DEFICIENCY:		
23	SCHEDULE 141CGR - CLEAN GENERATION RESOURCES		
24	SCHEDULE 141WFP - WILDFIRE PREVENTION		
25	SCHEDULE 141DCARB - DECARBONIZATION		
26			
27			
28	SUBTOTAL CHANGES TO OTHER PRICE SCHEDULES	(499,034,932)	-
29			
30	NET REVENUE CHANGE AFTER TRACKERS AND RIDERS	\$ 110,469,816	\$ 275,464,962
31			
32			
33			
34			
35			
47			



PUGET SOUND ENERGY - ELECTRIC
ELECTRIC RESULTS OF OPERATIONS
2024 GENERAL RATE CASE
12 MONTHS ENDED JUNE 30, 2023
REQUESTED COST OF CAPITAL

LINE NO.	DESCRIPTION	CAPITAL STRUCTURE	COST	WEIGHTED COST
12	Restating through December 2023			
13	SHORT AND LONG TERM DEBT	50.93%	5.16%	2.63%
14	EQUITY	49.07%	9.40%	4.61%
15	TOTAL	100%		7.24%
16				
17	AFTER TAX SHORT TERM DEBT ((LINE 1)* 79%)	50.93%	4.08%	2.08%
18	EQUITY	49.07%	9.40%	4.61%
19	TOTAL AFTER TAX COST OF CAPITAL	100%		6.69%
20				
21	2025			
22	SHORT TERM DEBT	2.04%	5.07%	0.12%
23	LONG TERM DEBT	49.46%	5.27%	2.63%
24	WEIGHTED COST OF DEBT	51.50%		2.75%
25				
26	EQUITY	48.50%	9.50%	4.61%
27	TOTAL	100.0%		7.36%
28				
29				
30	2026			
31	SHORT TERM DEBT	1.18%	4.08%	0.06%
32	LONG TERM DEBT	50.32%	5.36%	2.71%
33	WEIGHTED COST OF DEBT	51.50%		2.77%
34				
35	EQUITY	48.50%	9.50%	4.61%
36	TOTAL	100.00%		7.37%
37				

\$ 110,469,816
 110,265,604
 204,211.94



**PUGET SOUND ENERGY - ELECTRIC
 ELECTRIC RESULTS OF OPERATIONS
 2024 GENERAL RATE CASE
 12 MONTHS ENDED JUNE 30, 2023
 CONVERSION FACTOR**

LINE NO.	DESCRIPTION		
12	BAD DEBTS		0.006488
13	ANNUAL FILING FEE		0.004000
14	STATE UTILITY TAX (3.8483% - (LINE 12 * 3.8483%))	3.8734%	<u>0.038483</u>
15			
16	SUM OF TAXES OTHER		0.048971
17			
18	CONVERSION FACTOR EXCLUDING FEDERAL INCOME TAX (1 - LINE 17)		0.951029
19	FIT	21%	<u>0.199716</u>
20	CONVERSION FACTOR INCL FEDERAL INCOME TAX (LINE 18 - LINE 19)		<u><u>0.751313</u></u>

PUGET SOUND ENERGY - NATURAL GAS
COMPARISON OF REVENUE AND RATE CHANGE
STAFF TO COMPANY
UG-240005

With Trackers Restored to Base Rates

LINE	DESCRIPTION	AMA DEC 2025	AMA DEC 2026
1	Staff	AMA DEC 2025	AMA DEC 2026
2			
3	Revenue Deficiency - Grossed Up	\$ 609,504,748	\$ 275,464,963
4	Rate schedules set to zero	(499,034,932)	-
5	Deficiencies for Trackers		
6	Total Revenue Rate Change	<u>\$ 110,469,816</u>	<u>\$ 275,464,963</u>
7			
8			
9	PSE	AMA DEC 2025	AMA DEC 2026
10			
11	Revenue Deficiency - Grossed Up	584,376,758	\$ 259,901,924
12	Rate schedules set to zero	(499,034,932)	
13	Deficiencies for Trackers	106,876,213	25,266,288
14	Total Revenue Rate Change	<u>\$ 192,218,039</u>	<u>\$ 285,168,212</u>
15			
16	Difference		
17	Revenue Deficiency - Grossed Up	\$ 25,127,990	\$ 15,563,039
18	Rate schedules set to zero	(0)	-
19	Deficiencies for Trackers	(106,876,213)	(25,266,288)
20	Total Revenue Rate Change	<u>\$ (81,748,223)</u>	<u>\$ (9,703,249)</u>