

**EXHIBIT NO. ___(MRM-5)
DOCKET NO. UE-11___/UG-11___
2011 PSE GENERAL RATE CASE
WITNESS: MATTHEW R. MARCELIA**

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY, INC.,

Respondent.

**Docket No. UE-11___
Docket No. UG-11___**

**FOURTH EXHIBIT (NONCONFIDENTIAL) TO THE
PREFILED DIRECT TESTIMONY OF
MATTHEW R. MARCELIA
ON BEHALF OF PUGET SOUND ENERGY, INC.**

JUNE 13, 2011

Accumulated Deferred Taxes for the Repairs Deduction

	Gas	Tax Effected
Initial deduction for change in method (§481(a) adjustment)	45,292,462	15,852,362
Amended deduction	20,050,594	7,017,708
subtotal	65,343,056	22,870,070

Tax Deduction	481 and 2008	2009	2010	Total	Test Year
July-09				0	
August-09				0	
September-09	45,292,462	3,750,000		49,042,462	
October-09		416,667		416,667	
November-09		416,667		416,667	
December-09	20,050,594	(180,537)		19,870,057	
January-10			366,900	366,900	366,900
February-10			366,900	366,900	366,900
March-10			366,900	366,900	366,900
April-10			366,900	366,900	366,900
May-10			366,900	366,900	366,900
June-10			366,900	366,900	366,900
July-10			366,900	366,900	366,900
August-10			366,900	366,900	366,900
September-10		199,406	(1,299,099)	(1,099,693)	(1,099,693)
October-10			181,789	181,789	181,789
November-10			181,789	181,789	181,789
December-10			(800,171)	(800,171)	(800,171)
	65,343,057	4,602,203	1,199,508	71,144,768	1,398,914

Net ADIT	481 and 2008	2009	2010	Total	ADIT 282 cum	Where is it?						
						Cash 131	Cash 131 Cumulative	Tax Payable 236	Tax Payable 236 Cumulative	NOL 190	NOL 190 Cumulative	
July-09				0			0	0	0	0	0	0
August-09				0			0	0	0	0	0	0
September-09	(15,852,362)	(1,312,500)		(17,164,862)	(17,164,862)		0	17,164,862	17,164,862		0	0
October-09		(146,000)		(146,000)	(17,310,862)		0	146,000	17,310,862		0	0
November-09		(146,000)		(146,000)	(17,456,862)		0	146,000	17,456,862		0	0
December-09	(7,017,708)	63,000		(6,954,708)	(24,411,570)	15,852,362	15,852,362	(8,897,654)	8,559,208		0	0
January-10			(129,000)	(129,000)	(24,540,570)		15,852,362	0	8,559,208	129,000	129,000	129,000
February-10			(129,000)	(129,000)	(24,669,570)	7,017,708	22,870,070	(7,017,708)	1,541,500	129,000	258,000	258,000
March-10			(129,000)	(129,000)	(24,798,570)		22,870,070	0	1,541,500	129,000	387,000	387,000
April-10			(129,000)	(129,000)	(24,927,570)		22,870,070	0	1,541,500	129,000	516,000	516,000
May-10			(129,000)	(129,000)	(25,056,570)		22,870,070	0	1,541,500	129,000	645,000	645,000
June-10			(129,000)	(129,000)	(25,185,570)		22,870,070	0	1,541,500	129,000	774,000	774,000
July-10			(129,000)	(129,000)	(25,314,570)		22,870,070	0	1,541,500	129,000	903,000	903,000
August-10			(129,000)	(129,000)	(25,443,570)		22,870,070	0	1,541,500	129,000	1,032,000	1,032,000
September-10		(69,792)	454,685	384,893	(25,058,677)		22,870,070	69,792	1,611,292	(454,685)	577,315	577,315
October-10			(63,626)	(63,626)	(25,122,303)		22,870,070	0	1,611,292	63,626	640,942	640,942
November-10			(63,626)	(63,626)	(25,185,930)		22,870,070	0	1,611,292	63,626	704,568	704,568
December-10	(22,870,070)	(1,611,292)	280,060	(24,905,870)		22,870,070	22,870,070	1,611,292	1,611,292	(280,060)	424,508	424,508