

Kroger Proposed Rate Schedule 25 Design @ PSE Requested Revenue Requirement and Spread
Twelve Months ended September 30, 2016

Secondary Voltage, Demand Greater than 50 kW but less than or equal to 350 kW
Schedule 25
(Set Tail Block Energy Charge = Current; Increase Demand-Related Charges Proportionally)

	Billing Determinants		Proforma		Kroger Proposed Rates Effective Dec. 2017		Percent Change
	Temp.	Adj.	Charge	Revenue	Charge	Revenue	
Total Basic Charge	86,508		86,508	\$ 4,469,868	\$ 54.83	\$ 4,743,234	6.12%
Winter - First 20,000 kWh	728,310,837		728,310,837	\$ 65,244,270	0.089583	\$ 69,514,356	6.54%
Summer - First 20,000 kWh	698,873,485		698,873,485	\$ 56,909,268	0.081430	\$ 59,697,773	4.90%
All Over 20,000 kWh	1,362,741,884	11,247,064	1,373,988,948	\$ 88,034,220	0.064072	\$ 88,034,220	0.00%
Total kWh Energy	2,789,926,206	11,247,064	2,801,173,270	\$ 210,187,758		\$ 217,246,349	3.36%
Total Unbilled	29,725,507		29,725,507	\$ 2,643,846	0.088942	\$ 2,805,701	6.12%
Total kWh	2,819,651,713		2,830,898,777	\$ 212,831,604		\$ 220,052,050	3.39%
Winter - All Over 50 kW	2,191,039		2,191,039	\$ 19,741,257	9.01	\$ 24,276,707	22.97%
Summer - All Over 50 kW	2,131,081		2,131,081	\$ 12,807,795	6.01	\$ 15,748,686	22.96%
Total kW Demand	4,322,119		4,322,119	\$ 32,549,052		\$ 40,025,393	22.97%
Total kVarh Reactive Power	683,582,755		683,582,755	\$ 1,934,539	0.00283	\$ 2,378,868	22.97%
Total Revenue				\$ 251,785,063		\$ 267,199,545	6.12%

Comparison of Cost-Based Revenue with Kroger Proposed Revenue by Classification - Schedule 25

Ln #	Customer Amount	Demand Amount	Energy Amount	Total Amount	Source
1	PSE Cost-of-Service Results \$ 4,673,067	\$ 88,886,825	\$ 163,220,098	\$ 256,779,990	PSE Supplemental Cost-of-Service Study ¹
2	Rev. Credits \$ -	\$ (2,723,885)	\$ (8,171,655)	\$ (10,895,539)	% x Sch. 25 Revenue Credits ²
3	Net COS Before Tax Adjustment \$ 4,673,067	\$ 86,162,940	\$ 155,048,444	\$ 245,884,450	Ln 1 + Ln 2
4	Cost-of-Service Tax Adjustment \$ 185,250	\$ 2,847,231	\$ 3,382,266	\$ 6,414,747	COS Tax adjustment allocated using rate base
5	Total Cost-of-Service \$ 4,858,317	\$ 89,010,171	\$ 158,430,710	\$ 252,299,197	Ln 3 + Ln 4
6	Schs. 7A, 11, 25 Revenue \$ 4,743,234	\$ 80,173,836	\$ 182,282,475	\$ 267,199,545	Kroger Exhibit No. (KCH-3), p. 1 of 3
7	Sch. 29 Revenue \$ 152,749	\$ 176,195	\$ 878,506	\$ 1,207,450	PSE Supplemental JAP-39, p. 10 of 17
8	Total Revenue \$ 4,895,983	\$ 80,350,031	\$ 183,160,981	\$ 268,406,995	Ln 6 + Ln 7
9	Difference Between Charges and Cost \$ 37,666	\$ (8,660,140)	\$ 24,730,271	\$ 16,107,798	Ln 3 ÷ Ln 4

Data Sources:

1. PSE's Supplemental Class Cost-of-Service Study provided in response to Kroger Data Request No. 5.
2. The revenue credits are allocated to demand and energy using the demand (25%) and energy (75%) portions under the peak credit method used in PSE's filing applied to the Schedule 25 total revenue credits included in the supplemental cost-of-service study.

Comparison of Cost-Based Revenue with PSE Proposed Revenue by Classification - Schedule 25

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5	Total Cost-of-Service \$ 4,858,317	\$ 89,010,171	\$ 158,430,710	\$ 252,299,197	Ln 3 + Ln 4
6	Schs. 7A, 11, 25 Revenue \$ 4,743,234	\$ 69,184,878	\$ 193,271,477	\$ 267,199,589	PSE Supplemental JAP-39, p. 8 of 17
7	Sch. 29 Revenue \$ 152,749	\$ 176,195	\$ 878,506	\$ 1,207,450	PSE Supplemental JAP-39, p. 10 of 17
8	Total Revenue \$ 4,895,983	\$ 69,361,073	\$ 194,149,984	\$ 268,407,039	Ln 6 + Ln 7
9	Difference Between Charges and Cost \$ 37,666	\$ (19,649,098)	\$ 35,719,274	\$ 16,107,842	Ln 3 ÷ Ln 4

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