

**EXH. SEF-14
DOCKETS UE-170033/UG-170034
2017 PSE GENERAL RATE CASE
WITNESS: SUSAN E. FREE**

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY,

Respondent.

**Docket UE-170033
Docket UG-170034**

**SECOND EXHIBIT (NONCONFIDENTIAL) TO THE
PREFILED REBUTTAL TESTIMONY OF**

SUSAN E. FREE

ON BEHALF OF PUGET SOUND ENERGY

AUGUST 9, 2017

PUGET SOUND ENERGY-GAS
RESULTS OF OPERATIONS
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2016
GENERAL RATE CASE

LINE NO.	ACTUAL RESULTS OF OPERATIONS	REVISED TOTAL ADJUSTMENTS	REVISED ADJUSTED RESULTS OF OPERATIONS	REVISED REVENUE REQUIREMENT DEFICIENCY	REVISED AFTER RATE INCREASE
1	OPERATING REVENUES:				
2	\$ 857,492,456	\$ (54,809,291)	\$ 802,683,165	\$ 22,671,276	\$ 825,354,441
3	-	0	-	-	-
3	37,980,142	(24,929,000)	13,051,143	-	13,051,143
4	<u>\$ 895,472,599</u>	<u>\$ (79,738,291)</u>	<u>\$ 815,734,308</u>	<u>\$ 22,671,276</u>	<u>\$ 838,405,584</u>
5					
6	OPERATING REVENUE DEDUCTIONS:				
7					
8	GAS COSTS:				
9					
10	PURCHASED GAS				
11	\$ 326,393,369	\$ 30,816,427	\$ 357,209,797	\$ -	\$ 357,209,797
12					
13	<u>\$ 326,393,369</u>	<u>\$ 30,816,427</u>	<u>\$ 357,209,797</u>	<u>\$ -</u>	<u>\$ 357,209,797</u>
14					
15	OTHER POWER SUPPLY EXPENSES				
16	\$ 2,420,905	\$ 34,478	\$ 2,455,383	\$ -	\$ 2,455,383
17	-	-	-	-	-
17	55,510,540	682,382	56,192,923	-	56,192,923
18	26,085,152	1,887,325	27,972,478	116,530	28,089,008
19	7,953,019	(5,668,879)	2,284,141	-	2,284,141
20	12,460,807	(12,460,807)	-	-	-
21	50,479,810	1,452,435	51,932,245	45,343	51,977,588
22	122,080,785	(20,280,517)	101,800,268	-	101,800,268
23	11,666,003	(8,253)	11,657,750	-	11,657,750
24	-	-	-	-	-
25	(230,973)	8,764,950	8,533,977	-	8,533,977
26	-	-	-	-	-
27	95,653,987	(61,293,554)	34,360,433	868,809	35,229,242
28	-	(206,225)	(206,225)	7,574,201	7,367,976
29	65,853,423	(27,288,647)	38,564,776	-	38,564,776
30	<u>\$ 776,326,830</u>	<u>\$ (114,385,312)</u>	<u>\$ 335,548,149</u>	<u>\$ 8,604,883</u>	<u>\$ 344,153,032</u>
31					
32	<u>\$ 119,145,769</u>	<u>\$ 3,830,593</u>	<u>\$ 122,976,362</u>	<u>\$ 14,066,393</u>	<u>\$ 137,042,755</u>
33					
34	<u>\$ 1,727,319,760</u>	<u>\$ 43,258,476</u>	<u>\$ 1,770,578,236</u>	<u>\$ -</u>	<u>\$ 1,770,578,236</u>
35					
36	6.90%		6.95%		7.74%
37					
38	RATE BASE:				
39	\$ 3,545,031,363	\$ 39,696,239	\$ 3,584,727,602		\$ 3,584,727,602
40	(1,363,034,789)	2,736,291	(1,360,298,498)		(1,360,298,498)
41	(502,155,618)	(9,058,658)	(511,214,276)		(511,214,276)
42	(30,161,803)	-	(30,161,803)		(30,161,803)
43	<u>\$ 1,649,679,153</u>	<u>\$ 33,373,873</u>	<u>\$ 1,683,053,026</u>		<u>\$ 1,683,053,026</u>
44	77,640,607	9,884,603	87,525,210		87,525,210
46	<u>\$ 1,727,319,760</u>	<u>\$ 43,258,476</u>	<u>\$ 1,770,578,236</u>		<u>\$ 1,770,578,236</u>

Note: Amounts in bold and italics are different from April 3, 2017 supplemental filing.

PUGET SOUND ENERGY-GAS
STATEMENT OF OPERATING INCOME AND ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2016
Adjustment Summary (Page 1)

LINE NO.	ACTUAL RESULTS OF OPERATIONS 12ME/Sept 30, 2016	REVENUE & EXPENSES 15-01	TEMPERATURE NORMALIZATION 15-02	PASS THROUGH REVENUE & EXPENSE 15-03	FEDERAL INCOME TAX 15-04	TAX BENEFIT OF PRO FORMA INTEREST 15-05	CONTESTED DEPRECIATION STUDY 15-06
1	OPERATING REVENUES:						
2	SALES TO CUSTOMERS	\$ 857,492,456	\$ (54,715,829)	\$ (51,812,721)	\$ -	\$ -	\$ -
3	MUNICIPAL ADDITIONS	37,980,142	(24,316,522)	(612,478)			
3	OTHER OPERATING REVENUES	895,472,599	(79,052,351)	(52,425,199)			
4	TOTAL OPERATING REVENUES	\$ 1,727,319,760	\$ -	\$ -	\$ -	\$ -	\$ -
5							
6	OPERATING REVENUE DEDUCTIONS:						
7							
8	GAS COSTS:						
9							
10	PURCHASED GAS	\$ 326,393,369	\$ (25,171,488)	\$ 30,713,140	\$ -	\$ -	\$ -
11							
12	TOTAL PRODUCTION EXPENSES	\$ 326,393,369	\$ (25,171,488)	\$ 30,713,140	\$ -	\$ -	\$ -
13							
14	OTHER POWER SUPPLY EXPENSES	2,420,905					
15	TRANSMISSION EXPENSE	55,510,540					
16	DISTRIBUTION EXPENSE	26,085,152	(406,226)	298,318			
17	CUSTOMER ACCOUNT EXPENSES	7,953,019		(269,466)			
18	CUSTOMER SERVICE EXPENSES	12,460,807		(5,693,636)			
19	CONSERVATION AMORTIZATION	50,479,810	(158,065)	(12,460,807)			
20	ADMIN & GENERAL EXPENSE	122,080,785		(104,850)			
21	DEPRECIATION	11,666,003					(20,259,589)
22	AMORTIZATION OF PROPERTY LOSS	(230,973)					(8,253)
23	OTHER OPERATING EXPENSES						
24	ASC 815						
25	TAXES OTHER THAN INCOME TAXES	95,653,987	(3,028,678)	2,224,152	26,587,825	7,093,745	
26	INCOME TAXES		(17,593,763)	8,640,394	(27,288,647)	(18,529,101)	
27	DEFERRED INCOME TAXES	65,853,423					
28	TOTAL OPERATING REV. DEDUCT.	\$ 776,526,830	\$ (21,186,732)	\$ 11,278,941	\$ (700,822)	\$ (18,529,101)	\$ (13,174,098)
29							
30	TOTAL OPERATING INCOME	\$ 119,145,769	\$ (32,674,131)	\$ 16,046,445	\$ 700,822	\$ 18,529,101	\$ 13,174,098
31							
32	NET OPERATING INCOME	\$ 1,727,319,760	\$ -	\$ -	\$ -	\$ -	\$ 6,587,049
33							
34	RATE BASE	6.90%					
35							
36	RATE OF RETURN						
37							
38	RATE BASE:						
39	UTILITY PLANT IN SERVICE	\$ 3,545,031,363	\$ -	\$ -	\$ -	\$ -	\$ -
40	ACCUMULATED DEPRECIATION	(1,363,034,789)					10,133,921
41	ACCUMULATED DEFERRED FIT	(502,155,618)					(3,546,872)
42	OTHER	(30,161,803)					
43	TOTAL NET INVESTMENT	\$ 1,649,679,153	\$ -	\$ -	\$ -	\$ -	\$ 6,587,049
44	ALLOWANCE FOR WORKING CAPITAL	77,640,607					
45	TOTAL RATE BASE	\$ 1,727,319,760	\$ -	\$ -	\$ -	\$ -	\$ 6,587,049
46							

Note: Amounts in bold and italics are different from April 3, 2017 supplemental filing.

PUGET SOUND ENERGY-GAS
STATEMENT OF OPERATING INCOME AND ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2016
Adjustment Summary (Page 2)

LINE NO.	INJURIES & DAMAGES 15.07	BAD DEBTS 15.08	INCENTIVE PAY 15.09	D&O INSURANCE 15.10	INTEREST ON CUST DEPOSITS 15.11	CONTESTED RATE CASE EXPENSES 15.12	CONTESTED DEFERRED GAINS/LOSSES PROP SALES 15.13	PROPERTY & LIABILITY INS 15.14	CONTESTED PENSION PLAN 15.15
1									
2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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