

**EXHIBIT NO. \_\_\_(RAM-17)  
DOCKET NO. UE-07\_\_\_/UG-07\_\_\_  
2007 PSE GENERAL RATE CASE  
WITNESS: DR. ROGER A. MORIN**

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY, INC.,**

**Respondent.**

**Docket No. UE-07\_\_\_  
Docket No. UG-07\_\_\_**

**SIXTEENTH EXHIBIT (NONCONFIDENTIAL) TO THE  
PREFILED DIRECT TESTIMONY OF  
DR. ROGER A. MORIN  
ON BEHALF OF PUGET SOUND ENERGY, INC.**

**DECEMBER 3, 2007**

## DCF Analysis of Moody's Electric Utilities Index Proxy Group Using Analysts' Long-Term Earnings Growth Forecasts

	(1)	(2)	(3)	(4)	(5)	(6)
Line No.	Company Name	Current Dividend Yield	Analysts' Growth Forecast	% Expected Divid Yield	Cost of Equity	ROE
1	Amer. Elec. Power	3.6	4.7	3.8	8.5	8.7
2	Consol. Edison	5.1	3.5	5.2	8.7	9.0
3	Constellation Energy	2.3	12.3	2.6	14.9	15.0
4	Dominion Resources	3.8	8.3	4.1	12.5	12.7
5	DPL Inc.	4.0	8.7	4.3	13.0	13.2
6	DTE Energy	4.5	5.7	4.7	10.4	10.7
7	Duke Energy	4.8	6.0	5.0	11.0	11.3
8	Energy East Corp.	4.6	3.5	4.8	8.3	8.5
9	Exelon Corp.	2.4	10.5	2.6	13.1	13.3
10	FirstEnergy Corp.	3.3	7.6	3.6	11.2	11.4
11	IDACORP Inc.	3.8	6.0	4.0	10.0	10.2
12	NiSource Inc.	4.8	3.5	5.0	8.5	8.7
13	OGE Energy	4.3	4.5	4.5	9.0	9.3
14	PPL Corp.	2.6	13.0	2.9	15.9	16.1
15	Progress Energy	5.3	4.5	5.5	10.0	10.3
16	Public Serv. Enterprise	2.8	12.8	3.1	15.9	16.0
17	Southern Co.	4.5	4.4	4.7	9.1	9.4
18	TECO Energy	5.0	6.3	5.4	11.6	11.9
19	Xcel Energy Inc.	4.4	4.8	4.6	9.5	9.7
21	<b>AVERAGE</b>	<b>4.0</b>	<b>6.9</b>	<b>4.2</b>	<b>11.1</b>	<b>11.3</b>

## Notes:

Column 1, 2: Value Line Investment Analyzer (Sept. 2007)

Column 3: Zacks long-term earnings growth forecast, 09/2007

Column 4 = Column 2 times (1 + Column 3/100)

Column 5 = Column 4 + Column 3

Column 6 = (Column 4 / 0.95) + Column 3

CH Energy Group is not included because Value Line did not provide a long-term earnings growth forecast for that company.