

EXHIBIT NO. \_\_\_\_\_ (JHS-4)

DOCKET NO. UE-92 \_\_\_\_\_

WITNESS: J.H. STORY

**BEFORE THE  
WASHINGTON UTILITIES & TRANSPORTATION  
COMMISSION**

**COMPLAINANT**

**VS.**

**PUGET SOUND POWER & LIGHT COMPANY**

**RESPONDENT**

**EXHIBIT**

UE-921262; -920433; 559 ✓  
-920499

PUGET SOUND POWER & LIGHT COMPANY  
 DOCKET NO. UE-92-\_\_\_\_\_  
 GENERAL RATE INCREASE  
 FOR THE TWELVE MONTHS ENDED JUNE 30, 1992

PAGE 4.00

LINE NO.	DESCRIPTION		
1	RATE BASE		2,051,809,870
2	RATE OF RETURN		<u>10.00%</u>
3			205,180,987
4			
5	CONSERVATION INVESTMENT (INV. PRIOR TO 1/1/91)	66,938,378	
6	ADDITIONAL RETURN ON CONSERVATION	<u>0.90%</u>	
7			<u>602,445</u>
8	OPERATING INCOME REQUIREMENT		205,783,432
9			
10	PRO FORMA OPERATING INCOME		<u>131,423,423</u>
11	NET INCOME REQUIREMENT		74,360,009
12			
13	CONVERSION FACTOR		<u>0.6313845</u>
14	TOTAL REVENUE REQUIREMENT		117,772,940
15	ASSIGNMENT OF REVENUE REQUIREMENT TO FIRM		
16	WHOLESALE CUSTOMERS		999,385
17	NET REVENUE REQUIREMENT		<span style="border: 1px solid black; padding: 2px;">116,773,555</span>
18			
19	UNCOLLECTIBLES	0.29927%	349,468
20	ANNUAL FILING FEE	0.17500%	204,354
21	STATE UTILITY TAX	<u>3.86141%</u>	<u>4,509,106</u>
22			
23	TOTAL TAXES OTHER	4.33568%	5,062,928
24			
25	GENERAL RATE INCREASE		111,710,627
26			
27	FEDERAL INCOME TAX	34%	<u>37,981,613</u>
28			
29	NET GENERAL RATE INCREASE		<span style="border: 1px solid black; padding: 2px;">73,729,014</span>

PUGET SOUND POWER & LIGHT COMPANY  
CONVERSION FACTOR  
FOR THE TWELVE MONTHS ENDED JUNE 30, 1992  
DOCKET NO. UE-92-\_\_\_\_\_

PAGE 4.01

LINE NO.		RATE
1	BAD DEBTS	0.0029927
2	ANNUAL FILING FEE	0.0017500
3	STATE UTILITY TAX	3.873% 0.0386141
4	MUNICIPAL BUSINESS TAX	<u>0.0000000</u>
5		
6	SUM OF TAXES OTHER	0.0433568
7		
8	FEDERAL INCOME TAX (1-LINE 6) *	34% 0.3252587
9	CONVERSION FACTOR (1-(LINE 6 + LINE 8))	<span style="border: 1px solid black;">0.6313845</span>

**PUGET SOUND POWER & LIGHT COMPANY**  
**COST OF CAPITAL**  
**FOR THE TWELVE MONTHS ENDED JUNE 30, 1992**  
**DOCKET NO. UE-92-\_\_\_\_\_**

PAGE 4.02

LINE NO.	DESCRIPTION	CAPITAL %	COST %	COST OF CAPITAL
1	DEBT	47.00%	7.91%	3.72%
2	PREFERRED	8.00%	8.10%	0.65%
3	EQUITY	45.00%	12.50%	5.63%
4	TOTAL	100.00%		10.00%
5				
6	CONSERVATION	45.00%	2.00%	0.90%
7	TOTAL			10.90%