

EXHIBIT NO. ___(JHS-12)
DOCKET NO. UE-070565
2007 PSE PCORC
WITNESS: JOHN H. STORY

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY, INC.,

Respondent.

Docket No. UE-070565

**THIRD EXHIBIT TO THE
PREFILED SUPPLEMENTAL DIRECT TESTIMONY
(NONCONFIDENTIAL) OF JOHN H. STORY
ON BEHALF OF PUGET SOUND ENERGY, INC.**

May 23, 2007

Puget Sound Energy
REVENUE DEFICIENCY
2007 PCORC compared to 2006 GRC
44% Equity / 7.06% Net of tax rate of return

Row	TY RY	PCORC Jan-06 ~ Dec-06 Sep-07 ~ Aug-08	2006 GRC Oct-04 ~ Sep-05 Jan-07 ~ Dec-07	Revenue Deficiency Increase	% Increase
10		\$ 1,278,062,294	\$ 1,157,300,061		
11		0.9548744	0.9549744		
12		1,338,461,178	1,211,865,030		
13		21,157,569	20,339,227		
14					
15					
16		\$ 63.262	\$ 59.583	\$ 3.679	
17				21,157,569	
18				\$ 77,837,215	4.43%
19					

(Note) Amounts presented in bold italic type have changed from the March 20, 2007 original filing.