Exhibit No. BTC-3 Dockets UE-151871/UG-151872 Witness: Bradley T. Cebulko

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

DOCKETS UE-151871/UG-151872 (consolidated)

Complainant,

v.

PUGET SOUND ENERGY,

Respondent.

EXHIBIT TO TESTIMONY OF

BRADLEY T. CEBULKO

STAFF OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Washington Natural Gas Company Response to WUTC Staff Data Request 740

June 7, 2016

WASHINGTON NATURAL GAS COMPANY

June 24, 1993

RESPONDE TO THE TO THE TOTAL TH

Request No. 740 Re: Water Heater Leasing Program

Please provide the amount by which leasing revenues would have to increase to achieve the Company's revised proposed overall rate of return on the water heater rental schedules and the amount by which rates under those schedules would have to increase to recover the amount of revenue.

Response:

Residential water heater rental rates would have to increase by \$7,401,707 based on the Company's cost of service and \$7,050,266 based on the Staff methodology. These increases would require a 187 percent increase based on the Company's cost of service and 178 percent increase based on the Staff's methodology.

Commercial water heater rental rates would have to increase by \$1,214,480 based on the Company's cost of service and \$1,060,121 based on the Staff's methodology. These increases would require an 85.5 percent increase based on the Company's cost of service and a 75.5 percent increase based on the Staff's methodology.

Response Prepared By: Richard S. Johnson (212) 290-7044

WUTC
Cause No. 16-920840
Exhibit # 338
Witness Gasse
Date 7-7-93