

**EXHIBIT NO. \_\_\_(JAP-4C)  
DOCKET NO. UE-16\_\_\_  
SCHEDULE 451 FILING  
WITNESS: JON A. PILIARIS**

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY,**

**Respondent.**

**DOCKET NO. UE-16\_\_\_**

**THIRD EXHIBIT (CONFIDENTIAL) TO THE  
PREFILED DIRECT TESTIMONY OF JON A. PILIARIS  
ON BEHALF OF PUGET SOUND ENERGY**

**REDACTED  
VERSION**

**OCTOBER 7, 2016**

| Row | Year | MSFT Loads (MWh) | Projected PCA Rate For Sch 40 (\$/MWh) | 75% Energy/25% Demand |           |           | 81% Energy/19% Demand |            |           |
|-----|------|------------------|--|-----------------------|-----------|-----------|-----------------------|------------|-----------|
|     |      |                  |  | (a)                   | (b)       | (c)       | (d)=(a)*(c)           | (e)=NPV(d) | (f)       |
| 1   | 2018 | XXXX,XXX         | \$ 55.635                              | \$ 10.41              | \$ XX,XXX | \$ XX,XXX | \$ 7.75               | \$ XX,XXX  | \$ XX,XXX |
| 2   | 2019 | XXXX,XXX         | \$ 56.043                              | \$ 10.48              | \$ XX,XXX | \$ XX,XXX | \$ 7.81               | \$ XX,XXX  | \$ XX,XXX |
| 3   | 2020 | XXXX,XXX         | \$ 56.629                              | \$ 10.59              | \$ XX,XXX | \$ XX,XXX | \$ 7.89               | \$ XX,XXX  | \$ XX,XXX |
| 4   | 2021 | XXXX,XXX         | \$ 57.983                              | \$ 10.84              | \$ XX,XXX | \$ XX,XXX | \$ 8.08               | \$ XX,XXX  | \$ XX,XXX |
| 5   | 2022 | XXXX,XXX         | \$ 59.070                              | \$ 11.05              | \$ XX,XXX | \$ XX,XXX | \$ 8.23               | \$ XX,XXX  | \$ XX,XXX |

7 Note: All revenue and cost figures in \$000's.

8 \* These rates are specific to Schedule 40 and based on the "% of Allocated Costs" to Demand shown below.

| Classification   | (c) | (d)   | (e)   | (f)   |
|--|-----|-------|-------|-------|
|  |     |       |       |       |
| <u>Current Peak Credit Classification (UE-141368)</u>  |     |       |       |       |
| Energy   | 75% | 3.26% | 2.45% | 81.3% |
| Demand   | 25% | 2.25% | 0.56% | 18.7% |
| Total  |     |       | 3.01% |       |
| <u>2011 GRC Peak Credit Classification (UE-111048)</u> |     |       |       |       |
| Energy   | 81% | 3.26% | 2.64% | 86.1% |
| Demand   | 19% | 2.25% | 0.43% | 13.9% |
| Total  |     |       | 3.07% |       |

REDACTED  
VERSION