

**EXHIBIT NO. \_\_\_(JKP-16)  
DOCKET NO. UE-072300/UG-072301  
2007 PSE GENERAL RATE CASE  
WITNESS: JANET K. PHELPS**

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY, INC.,**

**Respondent.**

**Docket No. UE-072300  
Docket No. UG-072301**

**SECOND EXHIBIT (NONCONFIDENTIAL) TO THE  
PREFILED SUPPLEMENTAL DIRECT TESTIMONY OF  
JANET K. PHELPS  
ON BEHALF OF PUGET SOUND ENERGY, INC.**

**APRIL 11, 2008**

Puget Sound Energy  
2007 Gas General Rate Case  
Test Year Ended September 2007  
Allocation of Revised Revenue Deficiency to Rate Classes

Rate Class	Revised Pro forma Revenue at Existing Rates	Revised Pro forma Gas Revenue at Existing Rates	Pro forma Margin at Existing Rates	Volume (Therms)	Percent of Average Increase	Proposed Margin Increase on Percentage	Spread Residual Increase	Original Proposed Margin Increase	Original Calculated Margin Revenue	Revised Additional Change in Margin	Revised Pro forma Gas Revenue at Existing Rates	Revised Total Revenue	Revised Change in Margin	Revised Percent Margin Increase	Revised Percent Total (1) Increase
A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P
Residential (16,23,53)	\$ 674,904,012	\$ 448,189,989	\$ 226,714,023	532,765,816	100.0%	\$ 38,586,727	97,166	\$ 38,683,893	\$ 265,396,615	\$ 882,508	\$ 448,189,989	\$ 714,469,112	\$ 39,565,099	17.5%	5.9%
Commercial & industrial (31,61)	235,943,272	170,556,489	65,386,783	203,951,509	145.0%	16,136,804	40,634	16,177,439	81,565,111	369,061	170,556,489	252,490,661	16,547,389	25.3%	7.0%
Large volume (41)	69,002,358	55,272,893	13,729,465	68,401,668	0.0%	-	-	-	13,729,592	-	55,272,893	69,002,485	127	0.0%	0.0%
Compressed natural gas (50)	125,343	96,411	28,932	120,864	100.0%	4,924	12	4,937	34,006	113	96,411	130,529	5,186	17.9%	4.1%
Interruptible (85)	18,970,052	12,412,967	6,557,084	62,955,045	0.0%	-	-	-	6,556,939	-	12,412,967	18,969,906	(146)	0.0%	0.0%
Limited interruptible (86)	17,172,236	13,629,361	3,542,875	16,961,705	-50.0%	(301,499)	(759)	(302,258)	3,240,609	(6,896)	13,629,361	16,863,074	(309,162)	-8.7%	-1.8%
Non exclusive interruptible (87)	34,105,877	28,302,101	5,803,776	136,096,989	130.0%	1,284,144	3,234	1,287,377	7,046,653	29,369	28,302,101	35,378,124	1,272,247	21.9%	3.7%
Transportation (57)	2,339,132	19,577	2,319,556	27,966,706	130.0%	513,225	1,292	514,517	2,878,394	11,738	19,577	2,909,709	570,577	24.6%	24.4%
Contracts	1,589,366	-	1,589,366	34,987,866	0.0%	-	-	-	1,589,366	-	-	1,589,366	-	0.0%	0.0%
Subtotal	\$ 1,054,151,648	\$ 728,479,788	\$ 325,671,860	1,084,208,169		\$ 56,224,325	\$ 141,580	\$ 56,365,905	\$ 382,037,285	\$ 1,285,893	\$ 728,479,788	\$ 1,111,802,966	\$ 57,651,317	17.7%	5.5%
Rentals	7,788,789		7,788,789		30.6%	405,017		405,017	8,193,691	9,240		8,202,931	414,142	5.3%	5.3%
Other revenue	6,291,644		6,291,644			-		-	6,291,644			6,291,644		0.0%	0.0%
Total	\$ 1,068,232,081	\$ 728,479,788	\$ 339,752,293	1,084,208,169		\$ 56,629,342	\$ 141,580	\$ 56,770,922	\$ 396,522,620	\$ 1,295,133	\$ 728,479,788	\$ 1,126,297,541	\$ 58,065,460	17.1%	5.4%
Proposed increase						\$ 56,770,922				\$ 1,295,133					
Average increase (includes rentals)						17.02%									

(1) Revised change in margin (column N) divided by pro forma revenue at existing rates (column B).