

Docket No. 14-999-01

June 3, 2014

UTAH PUBLIC  
SERVICE COMMISSION

2014 JUN 10 A 10:29

Ron Allen, Chmn.  
Utah Public Service Commission  
Heber M. Wells Bldg., 160 E 300 S, P.O. Box 45585  
Salt Lake City, Utah 84145-0585

RECEIVED

Dear Mr. Allen,

My letter of 06-03-13 refers.

Attached is the current list of Utility Multipliers (UM's) dated 5-17-14. Continuing with the practice started in 2007, these UM's include positive non-cash earnings posted in the Consolidated Income Account for particular Federal, State & Foreign Taxes for 2012. Also attached is my 3-25-99 letter (to FERC) defining UM's.



Ken Sharp  
9342 Oak Run Circle  
Indianapolis, Indiana 46260

Company	UM By Year													
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	
Allegheny Energy, Inc.	1.112	1.058	*	*	*	1.255	1.069	1.095	1.245	1.228	1.135			
Alliant Energy Corp.	1.068	1.069	1.078	1.393	1.527	*	1.066	1.040	1.108	**	1.697	1.781	1.719	
Ameren Corp.	1.031	1.046	1.030	1.008	1.019	1.126	1.026	1.062	1.065	1.239	1.759	1.134	*	
American Electric Power Co.	1	1	*	1	1	1.029	1.042	1.031	1.279	2.175	1.237	1.068	1.214	
Aquila Inc. (New) (DE) (U.S.)	1	1	*	*	*	*								
Avista Corp.	1	1	1.350	1.026	1.041	1.039	1.431	1.412	1.163	1.081	1.044	1.055	1.091	
Centerpoint Energy, Inc. (U.S.)	1	1	*	1	*	1.416	5.143	1.134	1.969	1.383	1.050	1.049	1	
CH Energy Group, Inc.	1.016	1.978	1.021	1.017	1.009	1.017	1	1	1	1.032	5.234	1.187		
Cleco Corp.	1.009	1.029	1.050	1.107	1.084	1.028	1.202	1.163	7.155	**	1.082	1.076	1.096	
Central Vermont Public Svc. Corp.	1.216	1.143	1.008	1.007	1.009	1.018	1.009	1.004	1.029	1.065	-1.057			
Cinergy Corp.	1	1	1	1	1	1.091								
CMS Energy Corp.	**	*	*	*	1.294	*	*	*	1.043	1.331	1.107	1.179	1.041	
Conectiv, Inc.	1.068													
Consolidated Edison, Inc.	1.032	1.048	1.046	1.067	1.100	1.248	1.045	1.053	1.021	1.046	1.213	1.022	1.022	
Constellation Energy Group, Inc.	1	2.730	1.091	1.052	1.021	1.028	1.022	1.033	*	1.023	*			
Dominion Resources, Inc.	1	1	1	1.060	1.014	1.036	1.020	2.064	1.007	1.623	1.001	1.009	1.961	
DPL, Inc.	1	1	1	1	1	1	1	1	1	1	1	1		
Duquesne Light Holdings Inc.	1	*	*	1	1	1								
DTE Energy Co.	1	1	1	1	1	1	1	1	1	1	1.376	1.160	1	
Duke Energy Corp.	1.037	1	1.014	*	1	1.031	1.203	1.081	1.112	1.651	1.238	1.219	1.277	
Edison International	*	**	1	1	1.281	1.058	1.229	1.018	1	**	1.749	*	*	
El Paso Electric Co.	1.069	1.080	1.242	1.102	1.108	1.542	1.211	1.092	1.257	1.652	1.344	1.226	1.294	
Energy East Corp.	1	1	1.013	1.027	1.039	1.019	1.021	1.043						
Energy Future Holdings Corp.	1.012	1.036	*	1.075	*	1.025	1.027	*	*	**	*	*	*	
Entergy Corp.	1.049	1.132	1.585	1.117	1.207	2.044	1.928	**	1.061	2.207	1.097	1.488	1.361	
Exelon Corp.	1	1	1.011	1.026	1.009	1.022	1.090	1.056	1.405	1.003	1	1.013	1.124	
Firstenergy Corp.	1.047	1.058	1.040	1.082	1.063	2.100	1.759	1.816	1.396	1.836	1.336	1.578	4.053	
GPU, Inc.	1.014													
Great Plains Energy, Inc.	1	*	1	1.029	1.023	1.201	1.107	1.020	1.316	1.239	1.138	1.204	1.118	
Idacorp, Inc. (U.S.)	1.036	1	1	1	1	2.401	1.254	1.058	1.265	1.099	2.224	2.089	1.391	
Integrity's Energy Group Inc.	1.071	1	1	1.018	1.011	1.011	1.005	1.034	1.136	*	1	1.253	1.019	
Keyspan Corp.	1	1	1	1	1	1	1							
NextEra Energy, Inc.	1	1	1	1.023	1.069	1.148	1.030	1.059	1.125	1.067	1.019	1.051	1.039	
Northeast Utilities	1.500	1	1	1.034	1.070	*	1.472	1.198	1.125	1.132	1.064	1.079	1.071	
Northwestern Corp.	1	1	*	*	*	1	1	1	1	1	1.006	1.096	1.015	
Nstar	1.027	*	1.031	1.026	1.015	1.424	1.043	1.018	1.015	1.002	1			

Alphabetical Listing Of Utility Multiplier (UM)

For Electric & Combination Electric Utilities

Based On 2000, 2001, 2002, 2003, 2004, 2005,

2006, 2007, 2008, 2009, 2010, 2011 & 2012 Data

Company	UM By Year												
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
NV Energy, Inc.	*	**	*	*	2.036	2.209	4.384	2.028	1.540	1.153	1.141	2.541	1.756
OGE Energy Corp.	1	1	1.072	1.046	1.047	1.039	1.087	1.037	1.154	3.205	1.075	1.134	1.067
Otter Tail Power Co.	1	1	1.060	1.071	1.066	1.204	1.074	1.050	1.169	**	*	*	*
PG&E Corp. (Holding Co.)	*	1	*	1.042	1.002	3.743	1.649	1.144	1.258	2.857	1.109	1.344	1.263
Pinnacle West Capital Corp.	1.077	1.181	1.419	1.222	1.302	1.502	1.121	1.541	2.414	**	1.955	1.172	1.120
Pepeco Holdings, Inc.	1	1	1	1.066	1.032	1.204	1.497	1.010	2.308	**	**	1.358	1.759
PPL Corp.	1	1	1.078	1.021	1.022	1.173	1.027	1.054	1.015	1.256	1.922	1.086	1.868
Progress Energy, Inc.	1.045	1.034	1.053	1.050	1.043	4.356	2.011	1.189	1.199	1.301	1.285		
PNM Resources, Inc. (U.S.)	1	1	1.052	1.064	1.053	1	1	1	*	3.450	*	1.038	1.035
Public Svc. Enterprise Group Inc.	1	1	1	1	1	1.026	1	1	2.849	1	1.121	1.003	1.193
Puget Energy, Inc. (Holding Co.)	1.053	1.047	1.018	1.030	1.109	1.778	1.081	1.012					
RGS Energy Group, Inc. (U.S.)	1.024	1.037											
SCANA Corp.	1	1	*	1.119	1.113	1.872	1.048	1.087	1.116	1.247	1.403	1.145	1.132
Sempra Energy (U.S.)	1	1	1	1.009	1.007	1.477	1.042	1.031	1.109	1.039	1.113	1.121	1.311
Southern Company, The	1	1	1.017	1.017	1.032	1.033	1.034	1.068	1.096	1.151	1.144	1.075	1.065
TECO Energy Inc.	1.009	1.031	1.117	*	*	1.010	1.028	1.059	1.067	1.072	1.037	1.009	1.144
UNS Energy Corp.	1	1	1.001	1.154	1	1.242	1.078	1.105	1.658	1.229	1.491	1.086	1.024
UIL Holdings Corp.	1.045	1	1	1.120	1	1	*	1	1	1.154	2.590	1.683	1.165
Westar Energy Inc. (U.S.)	1	*	*	1.058	1.028	1.021	1.030	1.013	1.238	1.016	1.229	1.052	1.014
Wisconsin Energy Corp.	1.117	1.075	1.071	1.106	1.059	1.125	1.420	1.544	**	2.899	2.056	1.778	1.178
Xcel Energy, Inc.	1	1	*	1.043	1.247	1.221	1.284	1.122	1.190	1.206	1.127	1.105	1.122

\*\* Lost money when non-cash income items are subtracted from income available for common stock.

\* Lost money.

Alphabetical Listing Of Utility Multiplier (UM)

For Electric & Combination Electric Utilities

Based On 2000, 2001, 2002, 2003, 2004, 2005,

2006, 2007, 2008, 2009, 2010, 2011 & 2012 Data

March 25, 1999

Federal Energy Regulatory Commission  
888 First St., N.E.  
Washington, D.C. 20426

Dear Sir,

My letter dated March 28, 1998 concerning Utility Multipliers (UM's) refers. In that letter I defined UM's and their uses as follows.

A UM of some amount other than 1 indicates certain non-cash items contributing to the positive income available for common stock have been subtracted from the amount available for common stock. And the UM is the ratio of that income available for common stock as indicated by the income statement divided by the same with certain non-cash items contributing to positive income subtracted.

UM's can be used to compare utility price/earnings ratios to companies which use Full Cost Accounting principles. This is done by multiplying the price/earnings ratio of a particular utility as it appears daily in newspapers, etc. by the UM.

Another use of UM's is to compare the utility dividend payout ratio to companies which use Full Cost Accounting principles. This is done by using the dividend/share divided by the earnings/share as they appear in various publications and multiplying this ratio by the UM.

The attached 2 page list of UM's comprises about 77% of investor owned electric and combination electric companies. The list is a tabulation of each company's UM for the years 1994, 1995, 1996 & 1997.

Most non-cash items contributing to positive income are readily discernible. Others such as that listed as "Other Inc. Tax" (and showing a credit of \$63,034,000) on page 8625 of Standard & Poors Corporation Records in the Consolidated Income Account are not so readily discernible. This item, for 1997, comprises about 82% of the Net Income shown for the subject company. Would you agree that this item is a non-cash item contributing to positive income.

Ken Sharp  
9342 Oak Run Circle  
Indianapolis, Indiana 46260

cc: Chairman, Commissioners  
Securities and Exchange Commission