EXHIBIT NO. __(EDH-13)
DOCKET UE-200115
COLSTRIP UNIT 4 SALE
WITNESS: EZRA D. HAUSMAN, PH.D.

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Application of

PUGET SOUND ENERGY,

For an Order Authorizing the Sale of All of Puget Sound Energy's Interests in Colstrip Unit 4 and Certain of Puget Sound Energy's Interests in the Colstrip Transmission System **Docket UE-200115**

EXHIBIT EDH-13 TO THE

PREFILED DIRECT TESTIMONY OF

EZRA D. HAUSMAN, PH.D.

ON BEHALF OF THE SIERRA CLUB

October 2, 2020

Washington Utilities and Transportation Commission v. Puget Sound Energy DOCKET UE-200115

Sierra Club's Fourth Set of Data Requests to Puget Sound Energy September 10, 2020

- 21. In response to Sierra Club Data Request No. 006, PSE states (in part) that "the structure of the proposed power purchase agreement with NorthWestern Energy provides a hedge because PSE pays the greater of the floor price (dispatch cost) and the difference between the market price and the O&M base equivalent."
 - a. Please explain how it is a hedge for the Company to be responsible for either effectively the Mid-C price (Mid-C price Base O&M + allocated O&M) or the floor price, *whichever is higher*? Please explain against what risk this hedge protects PSE. Please provide a numerical example.
- 22. With respect to the direct testimony of Thomas M. Flynn, Table 3 on page 12, please explain why the calculation shown does not include a line representing "Capacity for Transmission of NorthWestern Energy Output" as seen in Table 2 on Page 11.
- 23. Please provide the 2020 Colstrip budget and an explanation for why PSE voted "No" on the 2020 Colstrip Operations & Maintenance (O&M) budget.
 - a. Did PSE put forward an alternative 2020 O&M budget? If so, please provide the alternative budget proposal.
 - b. Please provide all versions of the 2020 Colstrip O&M budget provided by Talen to the Ownership and Operations committee.
 - c. Please provide all communications between PSE and Portland Gas & Electric related to the Colstrip 2020 O&M budget.