

## IMPORTANT NOTICE FOR PUGET SOUND ENERGY CUSTOMERS ABOUT CHANGES IN ELECTRIC AND NATURAL GAS RATES

Puget Sound Energy (PSE) recently filed requests with the state Utilities and Transportation Commission (UTC) to adjust electric and natural gas rates. The requested changes, proposed to be effective on November 1, 2021, include:

- Energy Exchange Credit (listed on bill): An overall increase in electric rates for residential and small farm customers of 0.36 percent due to a decrease in the amount of the Energy Exchange Credit, based on agreement with the Bonneville Power Administration.
- Purchased Gas Adjustment (PGA): PSE has requested to increase natural gas bills under the purchased gas adjustment rate-setting mechanism, which allows utilities to adjust rates, up or down, to reflect fluctuations in the price of natural gas in the wholesale market. The PGA has two components – one is a projection of the average cost of natural gas supplies over the next year, the other is a true-up of the difference between prior years' projected costs and the actual costs of the supplies. For the true-up component, the actual wholesale price of natural gas supplies that PSE purchased for customers was higher than prices projected over the past year. Projected natural gas costs, which include a combination of short- and longer-term wholesale purchases, are anticipated to be higher than currently effective rates.

The net effect of the two components of the PGA would increase rates by an overall average of 5.77 percent. The cost of natural gas is shown on your monthly PSE bill as "Gas Cost". PSE is not allowed to profit on the natural gas it purchases for customers.

- Cost Recovery Mechanism for Pipeline Replacement (CRM): PSE has requested to increase natural gas rates by an overall average 0.43 percent, to recover costs from Nov. 1, 2020 through Oct. 31, 2021, for the replacement of aging natural gas pipes to ensure continued, safe and dependable service, as allowed by the CRM. The CRM rates are shown on your monthly PSE bill as "Other Natural Gas Charges & Credits".

The overall average changes for electric and natural gas customers are as follows:

### EFFECTS ON TYPICAL RESIDENTIAL CUSTOMERS:

	Current Bill	Bill Effective November 1, 2021
<b>ELECTRIC SERVICE</b>		
Basic Charge—One Phase	\$ 7.49	\$ 7.49
Energy—First 600 kWh	\$ 56.34	\$ 56.76
Energy—Over 600 kWh	\$ 34.23	\$ 34.44
Total Bill at 900 kWh per month	\$ 98.06	\$ 98.69
<b>NATURAL GAS SERVICE</b>		
Basic Charge	\$ 11.52	\$ 11.52
Energy—All therms	\$ 59.67	\$ 63.79
Total Bill at 64 therms per month	\$ 71.19	\$ 75.31

### ELECTRIC SCHEDULE

Type of Service	Current Average	Average Eff. Nov. 1, 2021	
	Rate per kWh	Rate per kWh	Percent Change
Residential—Schedule 7	\$ 0.111203	\$ 0.111900	0.63% increase
Secondary Voltage (50 kW or less)—Schedules 8, 24	\$ 0.116019	\$ 0.116082	0.05% increase
Secondary Voltage (over 50 kW to 350 kW)—Schedules 7A, 11, 25	\$ 0.105579	\$ 0.105612	0.03% increase
Secondary Voltage (over 350 kW)—Schedules 12, 26P, 26	\$ 0.098369	\$ 0.098376	0.01% increase
Seasonal Irrigation & Drainage Pumping—Schedule 29	\$ 0.085429	\$ 0.086127	0.82% increase
Primary Voltage General—Schedules 10, 31	\$ 0.097107	\$ 0.097121	0.01% increase
Primary Voltage Irrigation—Schedule 35	\$ 0.065203	\$ 0.066081	1.35% increase
Interruptible Total Electric Schools—Schedule 43	\$ 0.101942	\$ 0.101942	0.00% increase
High Voltage Interruptible—Schedule 46	\$ 0.076113	\$ 0.076113	0.00% increase
High Voltage General—Schedule 49	\$ 0.074736	\$ 0.074736	0.00% increase
Lighting (Area & Street)—Schedules 50–59	\$ 0.257706	\$ 0.257721	0.01% increase
Choice/Retail Wheeling—Schedules 449-459	\$ 0.006133	\$ 0.006133	0.00% increase
Special Contract	\$ 0.018164	\$ 0.018164	0.00% increase

### NATURAL GAS SCHEDULE

Type of Service	Current Average	Average Eff. Nov. 1, 2021	
	Rate per Therm	Rate per Therm	Percent Change
Residential—Schedules 23, 53	\$ 1.11014	\$ 1.17454	5.80% increase
Commercial & Industrial—Schedule 31	\$ 1.01100	\$ 1.07679	6.51% increase
Large Volume—Schedule 41	\$ 0.65109	\$ 0.71676	10.09% increase
Interruptible—Schedule 85	\$ 0.48591	\$ 0.55292	13.79% increase
Limited Interruptible—Schedule 86	\$ 0.60536	\$ 0.67046	10.75% increase
Non-exclusive Interruptible—Schedule 87	\$ 0.44040	\$ 0.50521	14.72% increase
Commercial & Industrial Transportation—Schedule 31T	\$ 0.76485	\$ 0.77015	0.69% increase
Large Volume Transportation—Schedule 41T	\$ 0.21278	\$ 0.21455	0.83% increase
Interruptible Transportation—Schedule 85T	\$ 0.10890	\$ 0.11053	1.50% increase
Limited Interruptible Transportation—Schedule 86T	\$ 0.20234	\$ 0.20180	0.27% decrease
Non-exclusive Interruptible Transportation—Schedule 87T	\$ 0.04848	\$ 0.04925	1.59% increase
Gas Lighting—Schedule 16	\$ 1.07480	\$ 1.13920	5.99% increase
Special Contracts	\$ 0.04851	\$ 0.04873	0.45% increase

Note: The figures above represent averages by rate schedule including the basic charge. Individual customers will see a change that is greater or lesser than what is shown, depending on the amount of usage. Most electric and all natural gas customers are billed monthly. Some electric customers are billed every other month. During the UTC's consideration of these proposed rates, other rates may change due to pending or previously approved rate filings.

The UTC will review each filing and has the authority to set final rates that may vary from PSE's requests, either higher or lower or structured differently, depending on the results of its review. To comment to the UTC on PSE's requested rate changes: use the online comment form at <http://www.utc.wa.gov/comment>; email [comments@utc.wa.gov](mailto:comments@utc.wa.gov); phone 1-888-333-9882; or write to P.O. Box 47250, Olympia, WA, 98504-7250. Please include your name, mailing address, the name of the company (PSE), and electric and natural gas docket number(s). If you have questions about the UTC's process, please contact the UTC using one of the above methods. The UTC provides reasonable accommodation to participants with disabilities; for accommodations, please email [human\\_resources@utc.wa.gov](mailto:human_resources@utc.wa.gov) or call 1-360-664-1132.

The public is represented by the Public Counsel Section of the Washington Attorney General's office and can be reached by writing to Public Counsel, Assistant Attorney General, 800 5th Avenue, Suite 2000, Seattle, WA 98104-3188, or by emailing [utility@atg.wa.gov](mailto:utility@atg.wa.gov).

To contact PSE about these proposals: email [customercare@pse.com](mailto:customercare@pse.com); call 1-888-225-5773 (TTY: 1-800-962-9498); or write to Puget Sound Energy, ATTN: Customer Care, P.O. Box 97034, Bellevue, WA, 98009-9734.