

**Washington**  
**Power Cost Adjustment Mechanism (PCAM)**  
**Q2 2023**  
**(January 1, 2023, through June 30, 2023)**

**Attachment 1**  
**PCAM Calculation**

Washington Power Cost Adjustment Mechanism  
 Deferral Period: January 1, 2023 - December 31, 2023  
 Exhibit No. JP-2: Power Cost Adjustment Mechanism Calculation

Line No.		UE-210402												Total
Base NPC in Rates:		Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	
1	Total Annual NPC in Rates (4.1)	\$ 145,191,095												
2	Retail Sales @ Meter in Rates (7.1)	4,081,607												
3	NPC \$/MWh - Final NPC October Update Line 1 / Line 2	\$ 35.57												
<b>Deferral:</b>														
4	Base NPC in Rates Line 3	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	
5	Actual WA Sales (MWh) (7.1)	397,968	335,798	336,092	287,330	276,724	297,606	-	-	-	-	-	-	
6	Actual Collections of Base NPC Line 4 x Line 5	14,156,524	11,945,010	11,955,482	10,220,914	9,843,624	10,586,448	-	-	-	-	-	-	68,708,001
7	WJAM Allocated Adjusted Actual NPC (3.1)	27,962,149	26,876,056	22,124,820	14,326,323	10,886,490	12,999,520	-	-	-	-	-	-	115,175,358
8	Total Monthly PCAM Differential - Above or (Below) Base Line 7 - Line 6	13,805,625	14,931,046	10,169,338	4,105,409	1,042,866	2,413,072	-	-	-	-	-	-	
9	Cumulative PCAM Differential - Above or (Below) Base Line 8 + Prior Month Line 9	\$ 13,805,625	\$ 28,736,671	\$ 38,906,009	\$ 43,011,419	\$ 44,054,285	\$ 46,467,356	\$ 46,467,356	\$ 46,467,356	\$ 46,467,356	\$ 46,467,356	\$ 46,467,356	\$ 46,467,356	\$ 46,467,356
<b>Deadband:</b>														
10	Deadband +/- \$4 Million													4,000,000
11	PCAM Differential Outside of Deadband	9,805,625	14,931,046	10,169,338	4,105,409	1,042,866	2,413,072	-	-	-	-	-	-	
12	Cumulative PCAM Differential Outside of Deadband	\$ 9,805,625	\$ 24,736,671	\$ 34,906,009	\$ 39,011,419	\$ 40,054,285	\$ 42,467,356	\$ 42,467,356	\$ 42,467,356	\$ 42,467,356	\$ 42,467,356	\$ 42,467,356	\$ 42,467,356	\$ 42,467,356
<b>Asymmetrical Sharing Band :</b>														
13	Amount Deferrable between \$4 million and \$10 million, 50/50 Sharing	\$ 3,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
14	Amount Deferrable greater than \$10 million, 90/10 Sharing	3,425,063	13,437,941	9,152,404	3,694,868	938,579	2,171,764	-	-	-	-	-	-	
15	Amount Deferrable between (\$4 million) and (\$10 million), 75/25 Sharing	-	-	-	-	-	-	-	-	-	-	-	-	
16	Amount Deferrable less than (\$10 million), 90/10 Sharing	-	-	-	-	-	-	-	-	-	-	-	-	
17	Total Incremental Deferral After Sharing	\$ 6,425,063	\$ 13,437,941	\$ 9,152,404	\$ 3,694,868	\$ 938,579	\$ 2,171,764	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,820,621
<b>Deferred Balancing Account:</b>														
18	FERC Interest Rate - Published Quarterly FERC	6.31%	6.31%	6.31%	7.50%	7.50%	7.50%	8.02%	8.02%	8.02%	8.02%	8.02%	8.02%	
19	Beginning Balance	\$ -	\$ 6,441,955	\$ 19,949,101	\$ 29,230,468	\$ 33,119,573	\$ 34,268,083	\$ 36,660,809	\$ 36,905,826	\$ 37,152,480	\$ 37,400,782	\$ 37,650,744	\$ 37,902,377	
20	Incremental Deferral After Sharing Line 19	6,425,063	13,437,941	9,152,404	3,694,868	938,579	2,171,764	-	-	-	-	-	-	
21	Carrying Charge Line 19 + (Line 20 x 50%) x Line 18/12	16,893	69,205	128,962	194,237	209,930	220,962	245,016	246,654	248,302	249,962	251,632	253,314	
22	Ending PCAM Balance $\Sigma$ Lines 19:21	\$ 6,441,955	\$ 19,949,101	\$ 29,230,468	\$ 33,119,573	\$ 34,268,083	\$ 36,660,809	\$ 36,905,826	\$ 37,152,480	\$ 37,400,782	\$ 37,650,744	\$ 37,902,377	\$ 38,155,691	\$ 38,155,691