

**Washington**  
**Power Cost Adjustment Mechanism (PCAM)**  
**Q3 2023**  
**(January 1, 2023 through September 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**

UE-210402														
Line No.		Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Total
<b>Base NPC in Rates:</b>														
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	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	331,175	328,740	268,309	-	-	-	
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	11,780,579	11,693,952	9,544,317	-	-	-	101,726,849
7	WJAM Allocated Adjusted Actual NPC (3.1)	28,398,526	27,019,435	22,311,874	14,433,431	10,946,532	13,140,106	20,704,175	21,527,945	18,382,738	-	-	-	176,864,763
8	Total Monthly PCAM Differential - Above or (Below) Base (Line 7 - Line 6)	14,242,003	15,074,425	10,356,392	4,212,517	1,102,908	2,553,658	8,923,596	9,833,993	8,838,422	-	-	-	
9	Cumulative PCAM Differential - Above or (Below) Base (Line 8 + Prior Month Line 9)	\$ 14,242,003	\$ 29,316,428	\$ 39,672,820	\$ 43,885,337	\$ 44,988,245	\$ 47,541,903	\$ 56,465,499	\$ 66,299,492	\$ 75,137,914	\$ 75,137,914	\$ 75,137,914	\$ 75,137,914	\$ 75,137,914
<b>Deadband:</b>														
10	Deadband +/- \$4 Million													4,000,000
11	PCAM Differential Outside of Deadband	10,242,003	15,074,425	10,356,392	4,212,517	1,102,908	2,553,658	8,923,596	9,833,993	8,838,422	-	-	-	
12	Cumulative PCAM Differential Outside of Deadband	\$ 10,242,003	\$ 25,316,428	\$ 35,672,820	\$ 39,885,337	\$ 40,988,245	\$ 43,541,903	\$ 52,465,499	\$ 62,299,492	\$ 71,137,914	\$ 71,137,914	\$ 71,137,914	\$ 71,137,914	\$ 71,137,914
<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	3,817,802	13,566,983	9,320,753	3,791,266	992,617	2,298,292	8,031,236	8,850,594	7,954,579	-	-	-	
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	\$ 6,817,802	\$ 13,566,983	\$ 9,320,753	\$ 3,791,266	\$ 992,617	\$ 2,298,292	\$ 8,031,236	\$ 8,850,594	\$ 7,954,579	\$ -	\$ -	\$ -	\$ 61,624,122
<b>Deferred Balancing Account:</b>														
18	FERC Interest Rate - Published Quarterly	6.31%	6.31%	6.31%	7.50%	7.50%	7.50%	8.02%	8.02%	8.02%	8.35%	8.35%	8.35%	
19	Beginning Balance	\$ -	\$ 6,835,728	\$ 20,474,325	\$ 29,927,244	\$ 33,917,403	\$ 35,125,106	\$ 37,650,112	\$ 45,959,814	\$ 55,147,148	\$ 63,496,876	\$ 63,938,708	\$ 64,383,615	
20	Incremental Deferral After Sharing (Line 19)	6,817,802	13,566,983	9,320,753	3,791,266	992,617	2,298,292	8,031,236	8,850,594	7,954,579	-	-	-	
21	Carrying Charge (Line 19 + (Line 20 x 50%) x Line 18/12)	17,925	71,614	132,167	198,893	215,086	226,714	278,466	336,740	395,148	441,832	444,907	448,003	
22	<b>Ending PCAM Balance</b> (Σ Lines 19:21)	<b>\$ 6,835,728</b>	<b>\$ 20,474,325</b>	<b>\$ 29,927,244</b>	<b>\$ 33,917,403</b>	<b>\$ 35,125,106</b>	<b>\$ 37,650,112</b>	<b>\$ 45,959,814</b>	<b>\$ 55,147,148</b>	<b>\$ 63,496,876</b>	<b>\$ 63,938,708</b>	<b>\$ 64,383,615</b>	<b>\$ 64,831,618</b>	<b>\$ 64,831,618</b>