

**EXH. RJR-5C  
DOCKET UE-20\_\_\_\_  
2020 PSE PCORC  
WITNESS: RONALD J. ROBERTS**

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY,**

**Respondent**

**Docket UE-20\_\_\_\_**

**FOURTH EXHIBIT (CONFIDENTIAL) TO THE  
PREFILED DIRECT TESTIMONY OF**

**RONALD J. ROBERTS**

**ON BEHALF OF PUGET SOUND ENERGY**

**REDACTED  
VERSION**

**DECEMBER 9, 2020**

Colstrip Units 3&4  
January 2020, Coal Supply Agreement



*EMC Informational*  
*July 23, 2019*

**Nancy Atwood**  
Manager Thermal Joint Ownership & Power Contracts

July 23, 2019

# Plan and Timeline

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Recommendation- Future approval of new Colstrip Units 3&4 coal supply agreement

- Current contract expires December 31, 2019
- Seven entity contract – coal supplier and six Colstrip co-owners
- Negotiations with WECO on and off prior to 2015
- WECO declared bankruptcy in 2018 but emerged as WRM from bankruptcy March 2019
- Evaluated alternative coal supply proposal from [REDACTED]; supply dependent on permit approval and on rail unloading facility construction
- Colstrip owners and WRM agreed to a Term Sheet on July 2, 2019
- Goal to complete and sign a contract by end of September 2019

REDACTED  
VERSION



# Elements of Term Sheet

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Term -	• 1/1/2020-12/31/2025	• [REDACTED]
Price -	• [REDACTED]	• [REDACTED]
Minimum purchase -	• [REDACTED]	• [REDACTED]

REDACTED  
VERSION



# Elements of Term Sheet

Shortfall Fixed Fee -	[REDACTED]
•	[REDACTED]
•	[REDACTED]
•	[REDACTED]
•	[REDACTED]
Coal Quality -	[REDACTED]
•	[REDACTED]

REDACTED  
VERSION

# Elements of Term Sheet

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Changes in Law that would have an economic impact

- [REDACTED]
- [REDACTED]

Force Majeure

- [REDACTED]
- [REDACTED]

REDACTED  
VERSION

