

## STATE OF WASHINGTON

## UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

March 28, 2017

Steven V. King, Executive Director and SecretaryWashington Utilities and Transportation Commission1300 S. Evergreen Park Dr. SWP. O. Box 47250Olympia, Washington 98504-7250

RE: Petition of Puget Sound Energy for (i) Approval of a Special Contract for Liquefied Natural Gas Fuel Service with Totem Ocean Trailer Express, Inc. and (ii) a Declaratory Order Approving the Methodology for Allocating Costs between Regulated and Nonregulated Liquefied Natural Gas Services, Docket No. UG-151663 - Notice of the Formation of Puget LNG, LLC by Puget Energy, Inc.

Dear Mr. King:

Commission Staff has reviewed the compliance filing of Puget Sound Energy (PSE or company) dated March 24, 2017, which includes an attached Exhibit A, Affidavit of Daniel A. Doyle, Senior Vice President and Chief Financial Officer affirming the following:

- PSE has assigned Puget LNG's Ownership Shares of the components of the Tacoma LNG Facility to Puget LNG; and
- PSE has been reimbursed by Puget LNG for its share of capital expenditures for the Tacoma LNG Facility as of the date of the filing. The total amount of reimbursement reported by the Company was \$23.5 million (13.3 percent) out of the total \$177.0 million in planned capital expeditures allocated to Puget LNG for the construction of the Tacoma LNG facility.

Staff has examined all of the documents provided by PSE in this compliance filing and believes that they comply fully with the Commission's Order 10, entered October 31, 2016.<sup>1</sup>

Sincerely,

DAVID CARLOS GOMEZ Assistant Power Supply Manager, Energy

1 At paragraph 61.