



Puget Sound Energy, Inc.
P.O. Box 97034
Bellevue, WA 98009-9734

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STATE OF WASH
PUBLIC UTILITIES AND TRANSPORTATION
COMMISSION

August 14, 2007

Carole J. Washburn, Secretary
Washington Utilities and Transportation Commission
P.O. Box 47250
Olympia, WA 98504-7250

Re: Settlement Stipulation, Exhibit A, Settlement Terms for the Power Cost Adjustment Mechanism (PCA), Docket No. UE-011570

Dear Ms. Washburn:

Attached are an original and two copies of Puget Sound Energy, Inc.'s ("the Company") quarterly report of the power cost deferral calculation.

In the Commission's Third Supplemental Order in Docket No. UE-011570, the Company received approval of the Settlement Stipulation which resolved all electric issues and common electric-natural gas issues in the consolidated proceeding, as well as some natural gas issues. Included in the Stipulation was Exhibit A to the Stipulation, Settlement Terms for the PCA, which contained detail of the agreement regarding a power-cost adjustment mechanism. The quarterly report is required by the PCA Settlement, Exhibit A, paragraph 4 (third bullet).

Please contact me at (425) 462-3885 if you have any questions.

Sincerely,

John H. Story
Director, Cost & Regulation

cc Simon J. fitch, Assistant Attorney General
Gene Waas, WUTC
Bob Cedarbaum, WUTC
All parties to UE-011570

Schedule B: Monthly Power Costs -- PCA PERIOD 6
Derived from Original PCA Exhibit B
Subject to PCA Sharing
UE-011570

Row	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07
7	\$ 8,603,630	\$ 9,487,152	\$ 9,913,008	\$ 9,787,762	\$ 9,882,692	\$ 9,806,192
8	13,344,978	14,272,462	14,268,854	14,280,743	14,280,840	14,299,657
9	\$ 21,948,608	\$ 23,759,614	\$ 24,181,862	\$ 24,068,505	\$ 24,163,532	\$ 24,105,849
10	Total Variable Component Actual					
	FERC Acct.					
11	\$ 4,334,388	\$ 5,592,776	\$ 4,709,458	\$ 4,547,344	\$ 4,232,045	\$ 4,738,015
12	4,905,757	4,343,369	2,075,834	3,681,784	3,570,866	2,925,560
13	261,137	(668,992)	(1,355,882)	(1,987,232)	(1,457,853)	(1,216,204)
14	99,247,547	86,755,150	78,174,972	50,470,386	46,283,194	53,951,050
15	(6,349,731)	(7,915,628)	(4,935,556)	(5,631,667)	(9,744,813)	(11,701,050)
16	5,259,751	5,277,787	5,756,987	5,800,630	5,786,958	5,696,488
17	(144,000)	(638,928)	(423,671)	(938,819)	(906,967)	(359,583)
18	124,558	124,558	124,558	124,558	124,558	124,558
19	\$ 107,639,407	\$ 92,880,092	\$ 84,126,700	\$ 56,066,984	\$ 47,887,988	\$ 54,158,834
20						
21	2,134,917	2,134,917	2,134,917	2,134,917	2,214,881	2,150,910
22				24,553	25,294	26,035
23	\$ 131,722,932	\$ 118,774,623	\$ 110,443,479	\$ 82,294,959	\$ 74,291,695	\$ 80,441,628
24						
25	Adjustments:					
26	\$ (297,830)	\$ (276,016)	\$ (288,932)	\$ (210,281)	\$ (79,329)	\$ (265,904)
27	(228,797)					
28						
29						
30						
31						
32						
33	\$ (646,622)	\$ (646,622)	\$ (646,622)	\$ (646,622)	\$ (646,622)	\$ (646,622)
34						
35	\$ (1,173,250)	\$ (922,638)	\$ (1,125,898)	\$ (975,374)	\$ (901,505)	\$ (707,963)
36	\$ 130,549,682	\$ 117,851,985	\$ 109,317,581	\$ 81,319,585	\$ 73,390,190	\$ 79,733,665
37						
38	2,287,773,848	1,858,118,508	1,902,872,486	1,696,404,102	1,600,226,672	1,518,805,361
39	Baseline Power Cost					
40	\$ 50,390,950					
41	79,782,866	105,725,085	108,271,542	96,523,697	91,051,297	86,418,506
42	\$ 375,867	\$ 12,126,900	\$ 1,046,040	\$ (15,204,112)	\$ (17,661,108)	\$ (6,684,841)
43	\$ 375,867	\$ 12,126,900	\$ 1,046,040	\$ (15,204,112)	\$ (17,661,108)	\$ (6,684,841)
44						
45						
46						
47	\$ 375,740	\$ 12,122,474	\$ 1,045,658	\$ (15,198,562)	\$ (17,654,661)	\$ (6,682,401)
48	\$ 375,740	\$ 12,122,474	\$ 1,045,658	\$ (15,198,562)	\$ (17,654,661)	\$ (6,682,401)
49	\$ (375,740)	\$ (12,122,474)	\$ (1,045,658)	\$ 15,198,562	\$ 17,654,661	\$ 6,682,401
50						
51	\$ 375,740	\$ 12,498,214	\$ 13,543,872	\$ (1,654,690)	\$ (19,309,352)	\$ (25,991,753)
52	\$ (375,740)	\$ (12,498,214)	\$ (13,543,872)	\$ 1,654,690	\$ 19,309,352	\$ 25,991,753
53						
54						
55						
56						

Note: This schedule was derived from original PCA collaborative exhibit B

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document excluding confidential papers upon the following parties of record in this proceeding via first class mail:

Commission Staff

Robert D. Cedarbaum
Senior Counsel
Shannon E. Smith
Assistant AG
P.O. Box 40128
Olympia, WA 98504-0128

Public Counsel

Simon J. ffitc
Public Counsel Section
Office of Attorney General
800 Fifth Avenue, Suite 2000
Seattle, WA 98104-3188

City of Bellevue

c/o **Lori Molander Riordan**
Supervising Attorney
City Attorney's Office
11511 Main Street
P.O. Box 90012
Bellevue, WA 98009-9012

Federal Executive Agencies

Kay Davoodi
Utility Rates & Studies Office
1322 Patterson Ave SE Bldg #33
Washington Navy Yard, DC 20374-5018

Federal Executive Agencies

Maurice Brubaker
Brubaker and Associates, Inc.
1215 Fern Ridge Parkway, Suite 208
St. Louis, MO 63141

Kroger Co.

Mike Kurtz
Boehm, Kurtz and Lowry
2110 CBLD Center
36 East Seventh St.
Cincinnati, OH 45202

Northwest Energy Coalition and Natural Resources Defense Council

Danielle Dixon
Policy Associate
NW Energy Coalition
219 First Avenue, Suite 100
Seattle, WA 98104

Northwest Industrial Gas Users

Edward A. Finklea
Chad Stokes
Cable Huston Benedict Haagensen & Lloyd
1001 SW 5th Suite 2000
Portland, OR 97204

Northwest Industrial Gas Users

Paula Pyron
4113 Wolf Berry Court
Lake Oswego, OR 97035-1827

Cogeneration Coalition of Washington

Don Brookhyser
Elizabeth Westby
Alcantar & Kahl, LLP
1300 SW Fifth Avenue, Suite 1750
Portland, OR 97201

Sound Transit

Elizabeth Thomas
Preston Gates Ellis
925 Fourth Avenue, Suite 2900
Seattle, WA 98104

Seattle Steam Company

Stanley Gent
President & CEO
Seattle Steam Company
1325 Fourth Avenue, Suite 1440
Seattle, WA 98101

Industrial Customers Northwest Utilities

S. Bradley Van Cleve
Melinda Davison
Davison Van Cleve
333 SW Taylor St, Ste 400
Portland, OR 97204

AT&T Wireless and Seattle Times Co.

John A. Cameron
Traci A.G. Kirkpatrick
Davis Wright Tremaine LLP
1300 SW Fifth Avenue, Suite 2300
Portland, OR 97201

**Cost Management Services, Inc. &
Cities of Auburn, Des Moines, Federal Way,
Redmond, Renton, SeaTac, and Tukwila**
Elizabeth Thomas
Preston Gates Ellis
925 Fourth Avenue, Suite 2900
Seattle, WA 98104-1158

City of Bremerton
Angela L. Olsen
Assistant City Attorney
McGavick Graves
1102 Broadway, Suite 500
Tacoma, WA 98401

City of Kent
Tom Brubaker, Deputy City Attorney
220 Fourth Avenue South
Kent, WA 98032

King County
Donald C. Woodworth
Deputy Prosecuting Attorney
500 Fourth Avenue, Suite 900
Seattle, WA 98104

WorldCom, Inc.
Lisa F. Rackner
Ater Wynne LLP
222 SW Columbia, Suite 1800
Portland, OR 97201-6618

City of Maple Valley
c/o John Starbard
City Manager
22035 S.E. Wax Road
P.O. Box 320
Maple Valley, WA 98038

**Multi-Service Center, Opportunity
Council, Energy Project**
Charles Eberdt
The Energy Project
1322 N. State Street
Bellingham, WA 98225

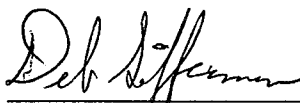
**Multi-Service Center, Opportunity
Council, Energy Project**
Ronald L. Roseman
2011 – 14th Avenue East
Seattle, WA 98112
Phone: 206-324-8792

Microsoft Corporation
Harvard P. Spigal
Preston, Gates & Ellis, LLP
222 SW Columbia, Ste 1400
Portland, OR 97201-6632

King County
Thomas Kuffel
Office of the Prosecuting Attorney
E-550 King County Courthouse
516 Third Avenue
Seattle, WA 98104

WorldCom, Inc.
Kirk Gibson
Ater Wynne LLP
222 SW Columbia, Suite 1800
Portland, OR 97201-6618

Dated: August 14, 2007



Deb Sifferman, Case Coordinator
Puget Sound Energy, Rates & Regulatory Department