



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

November 13, 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,

A handwritten signature in black ink, appearing to read "John H. Story", written over a horizontal line.

John H. Story
Director, Cost & Regulation

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

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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:

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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	Jul-07	Aug-07	Sep-07	
6										
7	\$ 8,603,630	\$ 9,487,152	\$ 9,913,008	\$ 9,787,762	\$ 9,882,692	\$ 9,806,192	\$ 9,909,080	\$ 9,907,619	\$ 10,873,914	
8	\$ 13,344,978	\$ 14,272,462	\$ 14,268,854	\$ 14,280,743	\$ 14,280,840	\$ 14,299,657	\$ 14,305,831	\$ 14,311,803	\$ 15,785,367	
9	\$ 21,948,608	\$ 23,759,614	\$ 24,181,862	\$ 24,068,505	\$ 24,163,532	\$ 24,105,849	\$ 24,214,911	\$ 24,219,422	\$ 26,659,280	
10	Total Variable Component Actual									
11	\$ 4,334,388	\$ 5,592,776	\$ 4,709,458	\$ 4,547,344	\$ 4,232,045	\$ 4,738,015	\$ 5,324,001	\$ 5,198,179	\$ 5,158,048	
12	\$ 4,905,757	\$ 4,343,369	\$ 2,075,834	\$ 3,681,784	\$ 3,570,866	\$ 2,925,560	\$ 8,887,997	\$ 9,249,894	\$ 9,678,744	
13	\$ 261,137	\$ (658,992)	\$ (1,355,882)	\$ (1,987,232)	\$ (1,457,853)	\$ (1,216,204)	\$ 386,015	\$ 3,899,205	\$ 2,363,215	
14	\$ 99,247,547	\$ 86,755,150	\$ 78,174,972	\$ 50,470,386	\$ 46,283,194	\$ 53,951,050	\$ 48,043,998	\$ 52,999,753	\$ 57,459,002	
15	\$ (6,349,731)	\$ (7,915,628)	\$ (4,935,556)	\$ (5,631,667)	\$ (9,744,813)	\$ (11,701,050)	\$ (15,494,666)	\$ (16,268,823)	\$ (13,493,769)	
16	\$ 5,259,751	\$ 5,277,787	\$ 5,756,987	\$ 5,800,630	\$ 5,786,958	\$ 5,696,488	\$ 5,828,442	\$ 5,817,485	\$ 6,173,554	
17	\$ (144,000)	\$ (638,928)	\$ (423,671)	\$ (938,819)	\$ (906,967)	\$ (359,563)	\$ (145,664)	\$ (213,825)	\$ (86,664)	
18	\$ 124,558	\$ 124,558	\$ 124,558	\$ 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	\$ 52,954,681	\$ 60,806,426	\$ 67,376,688	
20										
21	\$ 2,134,917	\$ 2,134,917	\$ 2,134,917	\$ 2,134,917	\$ 2,214,881	\$ 2,150,910	\$ 2,150,910	\$ 2,208,864	\$ 2,142,320	
22				\$ 24,553	\$ 25,294	\$ 26,035	\$ 25,294	\$ 25,337	\$ 24,595	
23	\$ 131,722,932	\$ 118,774,623	\$ 110,443,479	\$ 82,294,959	\$ 74,291,695	\$ 80,441,628	\$ 79,345,796	\$ 87,260,049	\$ 96,202,883	
24										
25										
26	\$ (297,830)	\$ (276,016)	\$ (288,932)	\$ (210,281)	\$ (79,329)	\$ (265,904)	\$ (257,912)	\$ (259,520)	\$ (263,111)	
27	\$ (228,797)									
28										
29										
30										
31										
32										
33										
34										
35	\$ (1,173,250)	\$ (922,638)	\$ (1,125,898)	\$ (975,374)	\$ (901,505)	\$ (707,963)	\$ (2,409,451)	\$ (836,775)	\$ (909,733)	
36	\$ 130,549,682	\$ 117,851,985	\$ 109,317,581	\$ 81,319,585	\$ 73,390,190	\$ 79,733,665	\$ 76,936,345	\$ 86,423,274	\$ 95,293,150	
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	\$ 1,605,461,134	\$ 1,575,545,616	\$ 1,557,259,125	
39										
40	\$ 50,390,950									
40a	\$ 79,782,866	\$ 105,725,085	\$ 108,271,542	\$ 96,523,697	\$ 91,051,287	\$ 86,418,506	\$ 91,349,133	\$ 89,646,970	\$ 93,144,340	
40b										
41	\$ 375,867	\$ 12,126,900	\$ 1,046,040	\$ (15,204,112)	\$ (17,661,108)	\$ (6,684,841)	\$ (14,412,788)	\$ (3,223,696)	\$ 2,148,810	
42	\$ 375,867	\$ 12,126,900	\$ 1,046,040	\$ (15,204,112)	\$ (17,661,108)	\$ (6,684,841)	\$ (14,412,788)	\$ (3,223,696)	\$ 2,148,810	
43										
44										
45	\$ 375,740	\$ 12,122,474	\$ 1,045,658	\$ (15,198,562)	\$ (17,654,661)	\$ (6,682,401)	\$ (14,407,528)	\$ (3,222,519)	\$ 2,148,047	
46	\$ 375,740	\$ 12,122,474	\$ 1,045,658	\$ (15,198,562)	\$ (17,654,661)	\$ (6,682,401)	\$ (14,407,528)	\$ (3,222,519)	\$ 2,148,047	
47	\$ (375,740)	\$ (12,122,474)	\$ (1,045,658)	\$ 15,198,562	\$ 17,654,661	\$ 6,682,401	\$ 14,407,528	\$ 3,222,519	\$ (2,148,047)	
48										
49	\$ 375,740	\$ 12,498,214	\$ 13,543,872	\$ (1,654,690)	\$ (19,309,352)	\$ (25,991,753)	\$ (40,399,281)	\$ (43,621,800)	\$ (41,473,753)	
50	\$ (375,740)	\$ (12,498,214)	\$ (13,543,872)	\$ 1,654,690	\$ 19,309,352	\$ 25,991,753	\$ 40,399,281	\$ 43,621,800	\$ 41,473,753	
51										
52										
53										
54										
55										

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