

Designated Information is Confidential per WAC 480-07-160

PUGET SOUND ENERGY
PERIODIC ALLOCATED RESULTS OF OPERATIONS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017

(Based on allocation factors developed using 12 ME 12/31/2016 information)

	Electric	Gas	Total Amount
1 - OPERATING REVENUES:			
2 - SALES TO CUSTOMERS	\$ 2,260,133,186	\$ 1,004,134,915	\$ 3,264,268,101
3 - SALES FOR RESALE-FIRM	354,461	-	354,461
4 - SALES TO OTHER UTILITIES	129,039,388	-	129,039,388
5 - OTHER OPERATING REVENUES	48,085,655	(6,375,543)	41,710,112
6 - TOTAL OPERATING REVENUES	\$ 2,437,612,690	\$ 997,759,372	\$ 3,435,372,062
7			
8 - OPERATING REVENUE DEDUCTIONS:			
9			
10 - POWER COSTS:			
11 - FUEL	\$ 206,275,407	\$ -	\$ 206,275,407
12 - PURCHASED AND INTERCHANGED	540,870,184	360,008,599	900,878,783
13 - WHEELING	117,598,896	-	117,598,896
14 - RESIDENTIAL EXCHANGE	(75,933,464)	-	(75,933,464)
15 - TOTAL PRODUCTION EXPENSES	\$ 788,811,023	\$ 360,008,599	\$ 1,148,819,622
16			
17 - OTHER ENERGY SUPPLY EXPENSES	\$ 125,057,644	\$ 4,380,924	\$ 129,438,569
18 - TRANSMISSION EXPENSE	20,893,816	-	20,893,816
19 - DISTRIBUTION EXPENSE	76,281,991	59,084,502	135,366,493
20 - CUSTOMER ACCTS EXPENSES	49,274,356	28,320,036	77,594,393
21 - CUSTOMER SERVICE EXPENSES	21,873,350	8,035,024	29,908,374
22 - CONSERVATION AMORTIZATION	104,947,340	16,268,880	121,216,220
23 - ADMIN & GENERAL EXPENSE	128,642,621	64,259,684	192,902,305
24 - DEPRECIATION	283,397,833	130,390,593	413,788,426
25 - AMORTIZATION	59,166,450	16,863,946	76,030,396
26 - AMORTIZ OF PROPERTY LOSS	20,885,273	-	20,885,273
27 - OTHER OPERATING EXPENSES	(82,364,984)	281,808	(82,083,176)
28 - ASC 815	30,790,455	-	30,790,455
29 - TAXES OTHER THAN INCOME TAXES	245,625,339	114,483,123	360,108,462
30 - INCOME TAXES	61,594,180	17,027,972	78,622,153
31 - DEFERRED INCOME TAXES	133,836,357	48,612,064	182,448,422
32 - TOTAL OPERATING REV. DEDUCT.	\$ 2,068,713,047	\$ 868,017,156	\$ 2,936,730,202
NET OPERATING INCOME	\$ 368,899,643	\$ 129,742,216	\$ 498,641,859
RATE BASE (AMA For 12 Months Ended December 31, 2017)	\$ 5,139,897,559	\$ 1,802,769,285	

PUGET SOUND ENERGY
ACTUAL RESULTS OF OPERATIONS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017

	Electric	Gas	Common	Energy N/A	Total Amount
OPERATING INCOME					
1 - OPERATING REVENUES:					
2 - SALES TO CUSTOMERS	\$ 2,260,133,186	\$ 1,004,134,915	\$ -	\$ -	\$ 3,264,268,101
3 - SALES FOR RESALE-FIRM	354,461	-	-	-	354,461
4 - SALES TO OTHER UTILITIES	129,039,388	-	-	-	129,039,388
5 - OTHER OPERATING REVENUES	48,085,655	(6,375,543)	-	-	41,710,112
6 - TOTAL OPERATING REVENUES	\$ 2,437,612,690	\$ 997,759,372	\$ -	\$ -	\$ 3,435,372,062
7					
8 - OPERATING REVENUE DEDUCTIONS:					
9					
10 - POWER COSTS:					
11 - FUEL	\$ 206,275,407	\$ -	\$ -	\$ -	\$ 206,275,407
12 - PURCHASED AND INTERCHANGED	540,870,184	360,008,599	-	-	900,878,783
13 - WHEELING	117,598,896	-	-	-	117,598,896
14 - RESIDENTIAL EXCHANGE	(75,933,464)	-	-	-	(75,933,464)
15 - TOTAL PRODUCTION EXPENSES	\$ 788,811,023	\$ 360,008,599	\$ -	\$ -	\$ 1,148,819,622
16					
17 - OTHER ENERGY SUPPLY EXPENSES	\$ 125,057,644	\$ 4,380,924	\$ -	\$ -	\$ 129,438,569
18 - TRANSMISSION EXPENSE	20,893,816	-	-	-	20,893,816
19 - DISTRIBUTION EXPENSE	76,281,991	59,084,502	-	-	135,366,493
20 - CUSTOMER ACCTS EXPENSES	27,437,745	12,648,195	37,508,453	-	77,594,393
21 - CUSTOMER SERVICE EXPENSES	20,178,482	6,812,735	2,917,157	-	29,908,374
22 - CONSERVATION AMORTIZATION	104,947,340	16,268,880	-	-	121,216,220
23 - ADMIN & GENERAL EXPENSE	37,174,304	18,069,568	137,658,433	-	192,902,305
24 - DEPRECIATION	266,854,865	122,157,512	24,776,049	-	413,788,426
25 - AMORTIZATION	31,865,436	3,276,816	40,888,143	-	76,030,396
26 - AMORTIZ OF PROPERTY LOSS	20,885,273	-	-	-	20,885,273
27 - OTHER OPERATING EXPENSES	(82,364,984)	281,808	-	-	(82,083,176)
28 - ASC 815	30,790,455	-	-	-	30,790,455
29 - TAXES OTHER THAN INCOME TAXES	240,902,641	112,132,737	7,073,084	-	360,108,462
30 - INCOME TAXES	61,594,180	17,027,972	-	-	78,622,153
31 - DEFERRED INCOME TAXES	133,794,692	48,591,329	62,401	-	182,448,422
32 - TOTAL OPERATING REV. DEDUCT.	\$ 1,905,104,905	\$ 780,741,576	\$ 250,883,721	\$ -	\$ 2,936,730,202
NET OPERATING INCOME	\$ 532,507,785	\$ 217,017,796	\$ (250,883,721)	\$ -	\$ 498,641,859
NON-OPERATING INCOME					
99 - OTHER INCOME	\$ -	\$ -	\$ -	\$ (50,729,500)	\$ (50,729,500)
999 - INTEREST	-	-	-	229,317,316	229,317,316
9999 - EXTRAORDINARY ITEMS	-	-	-	-	-
TOTAL NON-OPERATING INCOME	\$ -	\$ -	\$ -	\$ 178,587,816	\$ 178,587,816
NET INCOME	\$ 532,507,785	\$ 217,017,796	\$ (250,883,721)	\$ (178,587,816)	\$ 320,054,044

**PUGET SOUND ENERGY
INCOME STATEMENT DETAIL
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017**

Account Description	Electric	Gas	Common	Electric Common	Gas Common	Electric Alloc	Gas Alloc	Total
1 - OPERATING REVENUES								221,056
2 - SALES TO CUSTOMERS							36,340,925	946,472
(2) 440 - Electric Residential Sales	1,232,074,695	-	-	-	-	1,232,074,695	-	1,232,074,695
(2) 442 - Electric Commercial & Industrial Sales	1,008,682,883	-	-	-	-	1,008,682,883	-	1,008,682,883
(2) 444 - Public Street & Highway Lighting	19,375,607	-	-	-	-	19,375,607	-	19,375,607
(2) 480 - Gas Residential Sales	-	686,438,251	-	-	-	-	686,438,251	686,438,251
(2) 481 - Gas Commercial & Industrial Sales	-	295,978,215	-	-	-	-	295,978,215	295,978,215
(2) 489 - Rev From Transportation Of Gas To Others	-	21,718,448	-	-	-	-	21,718,448	21,718,448
(2) SUBTOTAL	2,260,133,186	1,004,134,915	-	-	-	2,260,133,186	1,004,134,915	3,264,268,101
3 - SALES FOR RESALE-FIRM								
(3) 447 - Electric Sales For Resale	354,461	-	-	-	-	354,461	-	354,461
(3) SUBTOTAL	354,461	-	-	-	-	354,461	-	354,461
4 - SALES TO OTHER UTILITIES								
(4) 447 - Electric Sales For Resale - Sales	53,788,810	-	-	-	-	53,788,810	-	53,788,810
(4) 447 - Electric Sales For Resale - Purchases	75,250,578	-	-	-	-	75,250,578	-	75,250,578
(4) SUBTOTAL	129,039,388	-	-	-	-	129,039,388	-	129,039,388
5 - OTHER OPERATING REVENUES								
(5) 412 - Lease Inc Everett Delta to NWP - Gas	-	-	-	-	-	-	-	-
(5) 450 - Forfeited Discounts	2,835,883	-	-	-	-	2,835,883	-	2,835,883
(5) 451 - Electric Misc Service Revenue	11,948,891	-	-	-	-	11,948,891	-	11,948,891
(5) 454 - Rent For Electric Property	18,039,330	-	-	-	-	18,039,330	-	18,039,330
(5) 456 - Other Electric Revenues - Transportation	8,081,599	-	-	-	-	8,081,599	-	8,081,599
(5) 456 - Other Electric Revenues - Unbilled	-	-	-	-	-	-	-	-
(5) 456 - Other Electric Revenues	7,179,952	-	-	-	-	7,179,952	-	7,179,952
(5) 487 - Forfeited Discounts	-	1,103,536	-	-	-	-	1,103,536	1,103,536
(5) 488 - Gas Misc Service Revenues	-	3,455,287	-	-	-	-	3,455,287	3,455,287
(5) 4894 - Gas Revenues from Storing Gas of Others	-	980,025	-	-	-	-	980,025	980,025
(5) 493 - Rent From Gas Property	-	6,823,439	-	-	-	-	6,823,439	6,823,439
(5) 495 - Other Gas Revenues	-	(18,737,830)	-	-	-	-	(18,737,830)	(18,737,830)
(5) SUBTOTAL	48,085,655	(6,375,543)	-	-	-	48,085,655	(6,375,543)	41,710,112
(1) TOTAL OPERATING REVENUES	2,437,612,690	997,759,372	-	-	-	2,437,612,690	997,759,372	3,435,372,062
10 - ENERGY COST								
11 - FUEL								
(11) 501 - Steam Operations Fuel	82,114,041	-	-	-	-	82,114,041	-	82,114,041
(11) 547 - Other Power Generation Oper Fuel	124,161,366	-	-	-	-	124,161,366	-	124,161,366
(11) SUBTOTAL	206,275,407	-	-	-	-	206,275,407	-	206,275,407
12 - PURCHASED AND INTERCHANGED								
(12) 555 - Purchased Power	533,382,866	-	-	-	-	533,382,866	-	533,382,866
(12) 557 - Other Power Supply Expense	7,487,318	-	-	-	-	7,487,318	-	7,487,318
(12) 804 - Natural Gas City Gate Purchases	-	335,742,003	-	-	-	-	335,742,003	335,742,003
(12) 805 - Other Gas Purchases	-	124,857	-	-	-	-	124,857	124,857
(12) 8051 - Purchased Gas Cost Adjustments	-	18,742,270	-	-	-	-	18,742,270	18,742,270
(12) 8081 - Gas Withdrawn From Storage	-	47,070,555	-	-	-	-	47,070,555	47,070,555
(12) 8082 - Gas Delivered To Storage	-	(41,671,087)	-	-	-	-	(41,671,087)	(41,671,087)
(12) SUBTOTAL	540,870,184	360,008,599	-	-	-	540,870,184	360,008,599	900,878,783
13 - WHEELING								
(13) 565 - Transmission Of Electricity By Others	117,598,896	-	-	-	-	117,598,896	-	117,598,896
(13) SUBTOTAL	117,598,896	-	-	-	-	117,598,896	-	117,598,896
14 - RESIDENTIAL EXCHANGE								
(14) 555 - Purchased Power	(75,933,464)	-	-	-	-	(75,933,464)	-	(75,933,464)
(14) SUBTOTAL	(75,933,464)	-	-	-	-	(75,933,464)	-	(75,933,464)
(10) TOTAL ENERGY COST	788,811,023	360,008,599	-	-	-	788,811,023	360,008,599	1,148,819,622
GROSS MARGIN	1,648,801,666	637,750,773	-	-	-	1,648,801,666	637,750,773	2,286,552,440
OPERATING EXPENSES								
OPERATING AND MAINTENANCE								
17 - OTHER ENERGY SUPPLY EXPENSES								
(17) 500 - Steam Oper Supv & Engineering	1,877,708	-	-	-	-	1,877,708	-	1,877,708
(17) 502 - Steam Oper Steam Expenses	9,146,030	-	-	-	-	9,146,030	-	9,146,030
(17) 505 - Steam Oper Electric Expense	1,772,475	-	-	-	-	1,772,475	-	1,772,475
(17) 506 - Steam Oper Misc Steam Power	8,402,000	-	-	-	-	8,402,000	-	8,402,000
(17) 507 - Steam Operations Rents	91,567	-	-	-	-	91,567	-	91,567
(17) 510 - Steam Maint Supv & Engineering	1,584,217	-	-	-	-	1,584,217	-	1,584,217
(17) 511 - Steam Maint Structures	2,326,399	-	-	-	-	2,326,399	-	2,326,399
(17) 512 - Steam Maint Boiler Plant	14,537,103	-	-	-	-	14,537,103	-	14,537,103
(17) 513 - Steam Maint Electric Plant	8,312,475	-	-	-	-	8,312,475	-	8,312,475
(17) 514 - Steam Maint Misc Steam Plant	2,632,690	-	-	-	-	2,632,690	-	2,632,690
(17) 535 - Hydro Oper Supv & Engineering	1,939,540	-	-	-	-	1,939,540	-	1,939,540
(17) 536 - Hydro Oper Water For Power	-	-	-	-	-	-	-	-
(17) 537 - Hydro Oper Hydraulic Expenses	3,574,389	-	-	-	-	3,574,389	-	3,574,389
(17) 538 - Hydro Oper Electric Expenses	225,328	-	-	-	-	225,328	-	225,328
(17) 539 - Hydro Oper Misc Hydraulic Exp	2,811,058	-	-	-	-	2,811,058	-	2,811,058
(17) 540 - Hydro Office Rents	-	-	-	-	-	-	-	-
(17) 541 - Hydro Maint Supv & Engineering	(26,068)	-	-	-	-	(26,068)	-	(26,068)
(17) 542 - Hydro Maint Structures	518,604	-	-	-	-	518,604	-	518,604
(17) 543 - Hydro Maint Res. Dams & Waterways	613,746	-	-	-	-	613,746	-	613,746
(17) 544 - Hydro Maint Electric Plant	1,092,338	-	-	-	-	1,092,338	-	1,092,338
(17) 545 - Hydro Maint Misc Hydraulic Plant	4,496,142	-	-	-	-	4,496,142	-	4,496,142
(17) 546 - Other Pwr Gen Oper Supv & Eng	3,582,940	-	-	-	-	3,582,940	-	3,582,940
(17) 548 - Other Power Gen Oper Gen Exp	10,204,130	-	-	-	-	10,204,130	-	10,204,130
(17) 549 - Other Power Gen Oper Misc	5,282,197	-	-	-	-	5,282,197	-	5,282,197
(17) 550 - Other Power Gen Oper Rents	6,046,928	-	-	-	-	6,046,928	-	6,046,928
(17) 551 - Other Power Gen Maint Supv & Eng	833,666	-	-	-	-	833,666	-	833,666
(17) 552 - Other Power Gen Maint Structures	683,121	-	-	-	-	683,121	-	683,121
(17) 553 - Other Power Gen Maint Gen & Elec	30,994,118	-	-	-	-	30,994,118	-	30,994,118
(17) 554 - Other Power Gen Maint Misc	1,447,593	-	-	-	-	1,447,593	-	1,447,593
(17) 556 - System Control & Load Dispatch	55,210	-	-	-	-	55,210	-	55,210
(17) 710 - Production Operations Supv & Engineering	-	-	-	-	-	-	-	-
(17) 717 - Liquefied Petroleum Gas Expenses	-	142,640	-	-	-	-	142,640	142,640
(17) 735 - Misc Gas Production Exp	-	-	-	-	-	-	-	-
(17) 741 - Production Plant Maint Structures	-	-	-	-	-	-	-	-
(17) 742 - Production Plant Maint Prod Equip	-	-	-	-	-	-	-	-
(17) 8072 - Purchased Gas Expenses	-	-	-	-	-	-	-	-
(17) 8074 - Purchased Gas Calculation Exp	-	-	-	-	-	-	-	-
(17) 8075 - Purchased Gas Other Expense	-	2,008,381	-	-	-	-	2,008,381	2,008,381
(17) 812 - Gas Used For Other Utility Operations	-	(62,118)	-	-	-	-	(62,118)	(62,118)

**PUGET SOUND ENERGY
INCOME STATEMENT DETAIL
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017**

Account Description	Electric	Gas	Common	Electric Common	Gas Common	Electric Alloc	Gas Alloc	Total
(17) 813 - Other Gas Supply Expenses	-	339,031	-	-	-	-	339,031	339,031
(17) 814 - Undergrnd Strge - Operation Supv & Eng	-	162,954	-	-	-	-	162,954	162,954
(17) 815 - Undergrnd Strge - Oper Map & Records	-	-	-	-	-	-	-	-
(17) 816 - Undergrnd Strge - Oper Wells Expense	-	34,998	-	-	-	-	34,998	34,998
(17) 817 - Undergrnd Strge - Oper Lines Expense	-	36,817	-	-	-	-	36,817	36,817
(17) 818 - Undergrnd Strge - Oper Compressor Sta Exp	-	243,742	-	-	-	-	243,742	243,742
(17) 819 - Undergrnd Strge - Oper Compressor Sta Fuel	-	31,768	-	-	-	-	31,768	31,768
(17) 820 - Undergrnd Strge - Oper Meas & Reg Sta Exp	-	52,660	-	-	-	-	52,660	52,660
(17) 821 - Undergrnd Strge - Oper Purification Exp	-	-	-	-	-	-	-	-
(17) 823 - Storage Gas Losses	-	-	-	-	-	-	-	-
(17) 824 - Undergrnd Strge - Oper Other Expenses	-	106,078	-	-	-	-	106,078	106,078
(17) 825 - Undergrnd Strge - Oper Storage Well Royalty	-	20,606	-	-	-	-	20,606	20,606
(17) 826 - Undergrnd Strge - Oper Other Storage Rents	-	-	-	-	-	-	-	-
(17) 830 - Undergrnd Strge - Maint Supv & Engineering	-	143,368	-	-	-	-	143,368	143,368
(17) 831 - Undergrnd Strge - Maint Structures	-	34,004	-	-	-	-	34,004	34,004
(17) 832 - Undergrnd Strge - Maint Reservoirs & Wells	-	120,693	-	-	-	-	120,693	120,693
(17) 833 - Undergrnd Strge - Maint Of Lines	-	12,483	-	-	-	-	12,483	12,483
(17) 834 - Undergrnd Strge - Maint Compressor Sta Equip	-	299,712	-	-	-	-	299,712	299,712
(17) 835 - Undergrnd Strge - Maint Meas & Reg Sta E	-	-	-	-	-	-	-	-
(17) 836 - Undergrnd Strge - Maint Purification Equip	-	77,904	-	-	-	-	77,904	77,904
(17) 837 - Undergrnd Strge-Maint Other Equipment	-	16,976	-	-	-	-	16,976	16,976
(17) 841 - Operating Labor & Expenses	-	556,771	-	-	-	-	556,771	556,771
(17) 8432 - Maint Struc & Impro	-	-	-	-	-	-	-	-
(17) 8433 - Maintenance of Gas Holders	-	-	-	-	-	-	-	-
(17) 8436 - Maintenance of Vaporizing Equipment	-	-	-	-	-	-	-	-
(17) 8438 - Maint Measure & Reg	-	-	-	-	-	-	-	-
(17) 8439 - Other Gas Maintenance	-	-	-	-	-	-	-	-
(17) 8441 - Gas LNG Oper Sup & Eng	-	1,458	-	-	-	-	1,458	1,458
(17) SUBTOTAL	125,057,644	4,380,924	-	-	-	125,057,644	4,380,924	129,438,569
18 - TRANSMISSION EXPENSE								
(18) 560 - Transmission Oper Supv & Engineering	1,311,569	-	-	-	-	1,311,569	-	1,311,569
(18) 561 - Transmission Oper Load Dispatching	-	-	-	-	-	-	-	-
(18) 5611 - Transmission Oper Load Dispatching	66,490	-	-	-	-	66,490	-	66,490
(18) 5612 - Load Dispatch - Monitor & Oper Trans System	514,540	-	-	-	-	514,540	-	514,540
(18) 5613 - Load Dispatch - Service and Scheduling	261,540	-	-	-	-	261,540	-	261,540
(18) 5615 - Reliability Planning & Standards	2,377,867	-	-	-	-	2,377,867	-	2,377,867
(18) 5616 - Transmission Svc Studies	(58,375)	-	-	-	-	(58,375)	-	(58,375)
(18) 5617 Gen Intercnct Studies	3,166,952	-	-	-	-	3,166,952	-	3,166,952
(18) 5618 - Reliability Planning	189,145	-	-	-	-	189,145	-	189,145
(18) 562 - Transmission Oper Station Expense	1,117,147	-	-	-	-	1,117,147	-	1,117,147
(18) 563 - Transmission Oper Overhead Line Exp	552,712	-	-	-	-	552,712	-	552,712
(18) 566 - Transmission Oper Misc	1,807,675	-	-	-	-	1,807,675	-	1,807,675
(18) 567 - Transmission Oper Rents	109,301	-	-	-	-	109,301	-	109,301
(18) 568 - Transmission Maint Supv & Eng	83,714	-	-	-	-	83,714	-	83,714
(18) 569 - Transmission Maint Structures	350	-	-	-	-	350	-	350
(18) 5691 - Transmission Computer Hardware Maint	-	-	-	-	-	-	-	-
(18) 5692 - Maintenance of Computer Software	124,701	-	-	-	-	124,701	-	124,701
(18) 570 - Transmission Maint Station Equipment	2,251,718	-	-	-	-	2,251,718	-	2,251,718
(18) 571 - Transmission Maint Overhead Lines	6,795,628	-	-	-	-	6,795,628	-	6,795,628
(18) 572 - Transmission Maint Underground Lines	11,180	-	-	-	-	11,180	-	11,180
(18) 573 - Transm Maint Misc	209,961	-	-	-	-	209,961	-	209,961
(18) 850 - Transmission Oper Supv & Engineering	-	-	-	-	-	-	-	-
(18) 856 - Transmission Oper Mains Expenses	-	-	-	-	-	-	-	-
(18) 857 - Transmission Oper Meas & Reg Sta Exp	-	-	-	-	-	-	-	-
(18) 862 - Transmission Maint Structures & Improvements	-	-	-	-	-	-	-	-
(18) 863 - Transmission Maint Supv & Eng	-	-	-	-	-	-	-	-
(18) 865 - Transmission Maint of measur & regul station equip	-	-	-	-	-	-	-	-
(18) 867 - Transmission Maint Other Equipment	-	-	-	-	-	-	-	-
(18) SUBTOTAL	20,893,816	-	-	-	-	20,893,816	-	20,893,816
19 - DISTRIBUTION EXPENSE								
(19) 580 - Distribution Oper Supv & Engineering	(11,707,899)	-	-	-	-	(11,707,899)	-	(11,707,899)
(19) 581 - Distribution Oper Load Dispatching	2,556,051	-	-	-	-	2,556,051	-	2,556,051
(19) 582 - Distribution Oper Station Expenses	1,139,097	-	-	-	-	1,139,097	-	1,139,097
(19) 583 - Distribution Oper Overhead Line Exp	2,175,101	-	-	-	-	2,175,101	-	2,175,101
(19) 584 - Distribution Oper Underground Line Exp	4,910,092	-	-	-	-	4,910,092	-	4,910,092
(19) 585 - Distribution Oper St Lighting & Signal	394,448	-	-	-	-	394,448	-	394,448
(19) 586 - Distribution Oper Meter Expense	(1,476,692)	-	-	-	-	(1,476,692)	-	(1,476,692)
(19) 587 - Distribution Oper Cust Installation	3,082,942	-	-	-	-	3,082,942	-	3,082,942
(19) 588 - Distribution Oper Misc Dist Exp	17,982,536	-	-	-	-	17,982,536	-	17,982,536
(19) 589 - Distribution Oper Rents	1,271,418	-	-	-	-	1,271,418	-	1,271,418
(19) 590 - Distribution Maint Superv & Engineering	472,605	-	-	-	-	472,605	-	472,605
(19) 591 - Distribution Maint Structures	-	-	-	-	-	-	-	-
(19) 592 - Distribution Maint Station Equipment	1,840,993	-	-	-	-	1,840,993	-	1,840,993
(19) 593 - Distribution Maint Overhead Lines	37,943,900	-	-	-	-	37,943,900	-	37,943,900
(19) 594 - Distribution Maint Underground Lines	12,822,043	-	-	-	-	12,822,043	-	12,822,043
(19) 595 - Distribution Maint Line Transformers	145,905	-	-	-	-	145,905	-	145,905
(19) 596 - Distribution Maint St Lighting/Signal	2,255,930	-	-	-	-	2,255,930	-	2,255,930
(19) 597 - Distribution Maint Meters	473,523	-	-	-	-	473,523	-	473,523
(19) 598 - Distribution Maint Misc Dist Plant	-	-	-	-	-	-	-	-
(19) 870 - Distribution Oper Supv & Engineering	2,242,134	-	-	-	-	2,242,134	-	2,242,134
(19) 871 - Distribution Oper Load Dispatching	230,474	-	-	-	-	230,474	-	230,474
(19) 874 - Distribution Oper Mains & Services Exp	15,874,763	-	-	-	-	15,874,763	-	15,874,763
(19) 875 - Distribution Oper Meas & Reg Sta Gen	1,338,285	-	-	-	-	1,338,285	-	1,338,285
(19) 876 - Distribution Oper Meas & Reg Sta Indus	303,920	-	-	-	-	303,920	-	303,920
(19) 878 - Distribution Oper Meter & House Reg	2,534,436	-	-	-	-	2,534,436	-	2,534,436
(19) 879 - Distribution Oper Customer Install Exp	3,760,086	-	-	-	-	3,760,086	-	3,760,086
(19) 880 - Distribution Oper Other Expense	15,149,735	-	-	-	-	15,149,735	-	15,149,735
(19) 881 - Distribution Oper Rents Expense	256,849	-	-	-	-	256,849	-	256,849
(19) 885 - Dist Maint Supv & Engineering	509,649	-	-	-	-	509,649	-	509,649
(19) 886 - Maint of Facilities and Structures	175,706	-	-	-	-	175,706	-	175,706
(19) 887 - Distribution Maint Mains	9,079,977	-	-	-	-	9,079,977	-	9,079,977
(19) 889 - Distribution Maint Meas & Reg Sta Gen	848,992	-	-	-	-	848,992	-	848,992
(19) 890 - Distribution Maint Meas & Reg Sta Ind	333,251	-	-	-	-	333,251	-	333,251
(19) 892 - Distribution Maint Services	5,519,071	-	-	-	-	5,519,071	-	5,519,071
(19) 893 - Distribution Maint Meters & House Reg	328,942	-	-	-	-	328,942	-	328,942
(19) 894 - Distribution Maint Other Equipment	598,232	-	-	-	-	598,232	-	598,232
(19) SUBTOTAL	76,281,991	59,084,502	-	-	-	76,281,991	59,084,502	135,366,493
20 - CUSTOMER ACCTS EXPENSES								
(20) 901 - Customer Accounts Supervision	-	-	221,056	128,434	92,622	128,434	92,622	221,056
(20) 902 - Meter Reading Expense	10,231,631	7,485,279	946,472	594,101	352,372	10,825,732	7,837,651	18,663,383
(20) 903 - Customer Records & Collection Expense	1,181,259	877,039	36,340,925	21,114,077	15,226,847	22,295,337	16,103,887	38,399,223

PUGET SOUND ENERGY
INCOME STATEMENT DETAIL
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017

Account Description	Electric	Gas	Common	Electric Common	Gas Common	Electric Alloc	Gas Alloc	Total
(20) 904 - Uncollectible Accounts	16,024,854	4,285,877	-	-	-	16,024,854	4,285,877	20,310,730
(20) 905 - Misc. Customer Accounts Expense	-	-	-	-	-	-	-	-
(20) SUBTOTAL	27,437,745	12,648,195	37,508,453	21,836,611	15,671,842	49,274,356	28,320,036	77,594,393
21 - CUSTOMER SERVICE EXPENSES								
(21) 908 - Customer Assistance Expense	18,051,332	6,421,990	1,306,815	759,259	547,555	18,810,591	6,969,546	25,780,137
(21) 909 - Info & Instructional Advertising	1,357,838	390,745	1,608,463	934,517	673,946	2,292,355	1,064,681	3,357,046
(21) 910 - Misc Cust Svc & Info Expense	-	-	1,879	1,092	787	1,092	787	1,879
(21) 911 - Sales Supervision Exp	-	-	-	-	-	-	-	-
(21) 912 - Demonstration & Selling Expense	774,779	-	-	-	-	774,779	-	774,779
(21) 913 - Advertising Expenses	-	-	-	-	-	-	-	-
(21) 916 - Misc. Sales Expense	(5,467)	-	-	-	-	(5,467)	-	(5,467)
(21) SUBTOTAL	20,178,482	6,812,735	2,917,157	1,694,868	1,222,289	21,873,350	8,035,024	29,908,374
22 - CONSERVATION AMORTIZATION								
(22) 908 - Customer Assistance Expense	104,947,340	16,268,880	-	-	-	104,947,340	16,268,880	121,216,220
(22) SUBTOTAL	104,947,340	16,268,880	-	-	-	104,947,340	16,268,880	121,216,220
23 - ADMIN & GENERAL EXPENSE								
(23) 920 - A & G Salaries	2,992,280	1,448,339	76,332,697	50,967,342	25,365,355	53,959,621	26,813,694	80,773,316
(23) 921 - Office Supplies and Expenses	758,447	257,187	1,616,225	1,079,153	537,071	1,837,601	794,258	2,631,859
(23) 922 - Admin Expenses Transferred	-	-	(29,837,904)	(19,922,769)	(9,915,136)	(19,922,769)	(9,915,136)	(29,837,904)
(23) 923 - Outside Services Employed	1,943,282	1,073,401	24,898,420	16,624,675	8,273,745	18,567,958	9,347,146	27,915,103
(23) 924 - Property Insurance	4,826,583	190,303	54,332	33,023	21,309	4,859,606	211,612	5,071,218
(23) 925 - Injuries & Damages	2,181,188	3,716,697	6,668,693	3,874,511	2,794,182	6,055,699	6,510,880	12,566,579
(23) 926 - Emp Pension & Benefits	15,134,090	7,857,544	17,790,999	12,014,261	5,776,737	27,148,351	13,634,282	40,782,633
(23) 928 - Regulatory Commission Expense	7,334,828	2,052,344	2,008,767	1,341,253	667,513	8,676,082	2,719,857	11,395,939
(23) 9301 - Gen Advertising Exp	-	-	747	499	248	499	248	747
(23) 9302 - Misc. General Expenses	784,465	533,396	2,373,453	1,584,754	788,698	2,369,220	1,322,094	3,691,314
(23) 931 - Rents	222,234	-	12,386,981	8,270,787	4,116,194	8,493,021	4,116,194	12,609,215
(23) 932 - Maint Of General Plant- Gas	-	940,358	-	-	-	-	940,358	940,358
(23) 935 - Maint General Plant - Electric	996,906	-	23,365,024	15,600,826	7,764,197	16,597,732	7,764,197	24,361,930
(23) SUBTOTAL	37,174,304	18,069,568	137,658,433	91,468,317	46,190,116	128,642,621	64,259,684	192,902,305
TOTAL OPERATING AND MAINTENANCE	411,971,322	117,264,804	178,084,044	114,999,797	63,084,246	526,971,119	180,349,050	707,320,169
DEPRECIATION, DEPLETION AND AMORTIZATION								
24 - DEPRECIATION								
(24) 403 - Depreciation Expense	259,475,041	122,026,360	24,776,049	16,542,968	8,233,081	276,018,010	130,259,441	406,277,451
(24) 4031 - Depreciation Expense - FAS143	7,379,823	131,151	-	-	-	7,379,823	131,151	7,510,975
(24) SUBTOTAL	266,854,865	122,157,512	24,776,049	16,542,968	8,233,081	283,397,833	130,390,593	413,788,426
25 - AMORTIZATION								
(25) 404 - Amort Ltd-Term Plant	14,789,311	3,238,920	40,888,143	27,301,013	13,587,130	42,090,325	16,826,050	58,916,375
(25) 406 - Amortization Of Plant Acquisition Adj	11,657,189	-	-	-	-	11,657,189	-	11,657,189
(25) 4111 - Accretion Exp - FAS143	5,418,936	37,896	-	-	-	5,418,936	37,896	5,456,832
(25) SUBTOTAL	31,865,436	3,276,816	40,888,143	27,301,013	13,587,130	59,166,450	16,863,946	76,030,396
26 - AMORTIZ OF PROPERTY LOSS								
(26) 407 - Amortization Of Prop. Losses	20,885,273	-	-	-	-	20,885,273	-	20,885,273
(26) SUBTOTAL	20,885,273	-	-	-	-	20,885,273	-	20,885,273
27 - OTHER OPERATING EXPENSES								
(27) 4073 - Regulatory Debits	(39,719,153)	321,528	-	-	-	(39,719,153)	321,528	(39,397,625)
(27) 4074 - Regulatory Credits	(42,123,699)	-	-	-	-	(42,123,699)	-	(42,123,699)
(27) 4116 - Gains From Disposition Of Utility Plant	(637,284)	(58,780)	-	-	-	(637,284)	(58,780)	(696,064)
(27) 4117 - Losses From Disposition Of Utility Plant	127,721	19,059	-	-	-	127,721	19,059	146,780
(27) 4118 - Gains From Disposition Of Allowances	(12,569)	-	-	-	-	(12,569)	-	(12,569)
(27) 414 - Other Utility Operating Income	-	-	-	-	-	-	-	-
(27) SUBTOTAL	(82,364,984)	281,808	-	-	-	(82,364,984)	281,808	(82,083,176)
28 - ASC 815								
(28) 421 - FAS 133 Gain	24,760,576	-	-	-	-	24,760,576	-	24,760,576
(28) 4265 - FAS 133 Loss	6,029,879	-	-	-	-	6,029,879	-	6,029,879
(28) SUBTOTAL	30,790,455	-	-	-	-	30,790,455	-	30,790,455
TOTAL DEPRECIATION, DEPLETION AND AMORTIZATION	268,031,046	125,716,136	65,664,193	43,843,981	21,820,211	311,875,027	147,536,347	459,411,374
29 - TAXES OTHER THAN INCOME TAXES								
(29) 4081 - Taxes Other-Util Income	240,902,641	112,132,737	7,073,084	4,722,698	2,350,386	245,625,339	114,483,123	360,108,462
(29) SUBTOTAL	240,902,641	112,132,737	7,073,084	4,722,698	2,350,386	245,625,339	114,483,123	360,108,462
30 - INCOME TAXES								
(30) 4081 - Montana Corp. License Taxes	-	-	-	-	-	-	-	-
(30) 4091 - Montana Corp license Tax	16,513	-	-	-	-	16,513	-	16,513
(30) 4091 - Fit-Util Oper Income	61,577,667	17,027,972	-	-	-	61,577,667	17,027,972	78,605,640
(30) SUBTOTAL	61,594,180	17,027,972	-	-	-	61,594,180	17,027,972	78,622,153
31 - DEFERRED INCOME TAXES								
(31) 4101 - Def Fit-Util Oper Income	718,578,202	299,554,602	62,401	41,665	20,736	718,619,867	299,575,338	1,018,195,205
(31) 4111 - Def Fit-Cr - Util Oper Income	(584,783,510)	(250,963,273)	-	-	-	(584,783,510)	(250,963,273)	(835,746,783)
(31) 4114 - Inv Tax Cr Adj-Util Operations	-	-	-	-	-	-	-	-
(31) SUBTOTAL	133,794,692	48,591,329	62,401	41,665	20,736	133,836,357	48,612,064	182,448,422
NET OPERATING INCOME	532,507,785	217,017,796	(250,883,721)	(163,608,142)	(87,275,579)	368,899,643	129,742,216	498,641,859
NON-OPERATING INCOME								
99 - OTHER INCOME								
(99) 4082 - Taxes Other - Other Income	344,832	-	-	-	-	344,832	-	344,832
(99) 4092 - Fit - Other Income	-	-	(77,478,306)	(51,732,265)	(25,746,041)	(51,732,265)	(25,746,041)	(77,478,306)
(99) 4102 - Def Fit - Other Income	-	-	28,134,381	18,785,326	9,349,055	18,785,326	9,349,055	28,134,381
(99) 4112 - Provision for Deferred FIT - Credit & Other Income	-	-	-	-	-	-	-	-
(99) 415 - Revenues From Merchandising And Jobbing	-	-	(398,020)	(265,758)	(132,262)	(265,758)	(132,262)	(398,020)
(99) 416 - Expenses Of Merchandising And Jobbing	-	-	363,889	242,969	120,920	242,969	120,920	363,889
(99) 417 - Revenues From Non-Utility Operations	-	-	(41,317,166)	(27,587,472)	(13,729,694)	(27,587,472)	(13,729,694)	(41,317,166)
(99) 4171 - Merger Related Costs	-	-	-	-	-	-	-	-
(99) 4171 - Expenses of Non-Utility Operations	-	-	45,309,854	30,253,389	15,056,464	30,253,389	15,056,464	45,309,854
(99) 418 - Nonoperating Rental Income	-	-	-	-	-	-	-	-
(99) 4181 - Equity in Earnings of Subsidiaries	-	-	2,245,730	1,499,474	746,256	1,499,474	746,256	2,245,730
(99) 419 - Interest And Dividend Income	-	-	(7,280,801)	(4,861,391)	(2,419,410)	(4,861,391)	(2,419,410)	(7,280,801)
(99) 4191 - Allowance For Other Funds Used During Construction	(7,818,714)	(3,817,092)	(3,391,617)	(2,264,583)	(1,127,034)	(10,083,297)	(4,944,126)	(15,027,424)
(99) 421 - Misc. Non-Operating Income	(70,689)	(3,500)	(6,267)	(4,184)	(2,082)	(74,873)	(5,582)	(80,455)
(99) 4211 - Gain On Disposition Of Property	(201,437)	-	-	-	-	(201,437)	-	(201,437)
(99) 4212 - Loss On Disposition Of Property	-	-	-	-	-	-	-	-
(99) 4213 - Misc. Non-Op Income - AFUDC(WUTC)	(1,398,731)	-	-	-	-	(1,398,731)	-	(1,398,731)
(99) 4214 - Misc. Non-Op Income - AFUCE	-	-	-	-	-	-	-	-
(99) 425 - Miscellaneous Amortization	-	-	-	-	-	-	-	-
(99) 4261 - Donations	-	-	45,969	30,694	15,276	30,694	15,276	45,969
(99) 4262 - Life Insurance	-	-	(2,361,237)	(1,576,598)	(784,639)	(1,576,598)	(784,639)	(2,361,237)
(99) 4263 - Penalties	-	-	(500,400)	(334,117)	(166,283)	(334,117)	(166,283)	(500,400)
(99) 4264 - Expenses For Civic & Political Activities	-	-	5,085,931	3,395,876	1,690,055	3,395,876	1,690,055	5,085,931
(99) 4265 - Other Deductions	-	-	13,783,890	9,203,504	4,580,387	9,203,504	4,580,387	13,783,890

PUGET SOUND ENERGY
INCOME STATEMENT DETAIL
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017

Account Description	Electric	Gas	Common	Electric Common	Gas Common	Electric Alloc	Gas Alloc	Total
(99) SUBTOTAL	(9,144,739)	(3,820,592)	(37,764,170)	(25,215,136)	(12,549,034)	(34,359,875)	(16,369,625)	(50,729,500)
999 - INTEREST								
(999) 427 - Interest On Long Term Debt	-	-	217,547,317	145,256,343	72,290,973	145,256,343	72,290,973	217,547,317
(999) 4271 - Interest on Preferred Stock	-	-	-	-	-	-	-	-
(999) 428 - Amortization Of Debt Discount & Expenses	-	-	2,668,381	1,781,678	886,703	1,781,678	886,703	2,668,381
(999) 4281 - Amortization Of Loss On Required Debt	10,310	6,293	2,648,583	1,768,459	880,124	1,778,769	886,417	2,665,186
(999) 429 - Amortization Of Premium On Debt-Cr	-	-	-	-	-	-	-	-
(999) 4291 - Amortization Gain On Reacquired Debt	-	-	-	-	-	-	-	-
(999) 430 - Int on Debt to Assoc. Companies	-	-	-	-	-	-	-	-
(999) 431 - Other Interest Expense	13,391,590	466,548	3,404,525	2,273,202	1,131,324	15,664,791	1,597,872	17,262,663
(999) 432 - Allowances For Borrowed Funds	(5,856,693)	(2,492,440)	(2,477,098)	(1,653,959)	(823,140)	(7,510,652)	(3,315,580)	(10,826,232)
(999) SUBTOTAL	7,545,207	(2,019,599)	223,791,708	149,425,723	74,365,984	156,970,930	72,346,385	229,317,316
9999 - EXTRAORDINARY ITEMS								
(9999) 4111 - Def Fit-Cr - Util Oper Income	-	-	-	-	-	-	-	-
(9999) 435 - Extraordinary Deductions	-	-	-	-	-	-	-	-
(9999) SUBTOTAL	-	-	-	-	-	-	-	-
TOTAL NON-OPERATING INCOME	(1,599,532)	(5,840,191)	186,027,538	124,210,587	61,816,951	122,611,056	55,976,760	178,587,816
NET INCOME	534,107,317	222,857,987	(436,911,260)	(287,818,729)	(149,092,530)	246,288,587	73,765,456	320,054,044

PUGET SOUND ENERGY
ALLOCATION OF COMMON CHARGES
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017
 (Based on allocation factors developed for the 12 ME 12/31/2016)

FERC Account and Description	Allocated Electric	Allocated Gas	Allocation Method [1]	Share (Allocated Electric / Common)	Share (Allocated Gas / Common)	Common
20 - CUSTOMER ACCTS EXPENSES						
(20) 901 - Customer Accounts Supervision	\$ 128,434	\$ 92,622	1	58.10%	41.90%	\$ 221,056
(20) 902 - Meter Reading Expense	594,101	352,372	2	62.77%	37.23%	946,472
(20) 903 - Customer Records & Collection Expense	21,114,077	15,226,847	1	58.10%	41.90%	36,340,925
(20) 905 - Misc. Customer Accounts Expense	-	-	1	58.10%	41.90%	-
SUBTOTAL	\$ 21,836,611	\$ 15,671,842				\$ 37,508,453
21 - CUSTOMER SERVICE EXPENSES						
(21) 908 - Customer Assistance Expense	\$ 759,259	\$ 547,555	1	58.10%	41.90%	\$ 1,306,815
(21) 909 - Info & Instructional Advertising	934,517	673,946	1	58.10%	41.90%	1,608,463
(21) 910 - Misc Cust Svc & Info Expense	1,092	787	1	58.10%	41.90%	1,879
(21) 911 - Sales Supervision Exp	-	-	1	58.10%	41.90%	-
(21) 912 - Demonstration & Selling Expense	-	-	1	58.10%	41.90%	-
(21) 913 - Advertising Expense	-	-	1	58.10%	41.90%	-
(21) 916 - Misc. Sales Expense	-	-	1	58.10%	41.90%	-
SUBTOTAL	\$ 1,694,868	\$ 1,222,289				\$ 2,917,157
23 - ADMIN & GENERAL EXPENSE						
(23) 920 - A & G Salaries	\$ 50,967,342	\$ 25,365,355	4	66.77%	33.23%	\$ 76,332,697
(23) 921 - Office Supplies and Expenses	1,079,153	537,071	4	66.77%	33.23%	1,616,225
(23) 922 - Admin Expenses Transferred	(19,922,769)	(9,915,136)	4	66.77%	33.23%	(29,837,904)
(23) 923 - Outside Services Employed	16,624,675	8,273,745	4	66.77%	33.23%	24,898,420
(23) 924 - Property Insurance	33,023	21,309	3	60.78%	39.22%	54,332
(23) 925 - Injuries & Damages	3,874,511	2,794,182	1	58.10%	41.90%	6,668,693
(23) 926 - Emp Pension & Benefits	12,014,261	5,776,737	5	67.53%	32.47%	17,790,999
(23) 928 - Regulatory Commission Expense	1,341,253	667,513	4	66.77%	33.23%	2,008,767
(23) 9301 - Gen Advertising Exp	499	248	4	66.77%	33.23%	747
(23) 9302 - Misc. General Expenses	1,584,754	788,698	4	66.77%	33.23%	2,373,453
(23) 931 - Rents	8,270,787	4,116,194	4	66.77%	33.23%	12,386,981
(23) 932 - Maint Of General Plant- Gas	-	-	4	66.77%	33.23%	-
(23) 935 - Maint General Plant - Electric	15,600,826	7,764,197	4	66.77%	33.23%	23,365,024
SUBTOTAL	\$ 91,468,317	\$ 46,190,116				\$ 137,658,433
24 - DEPRECIATION/AMORTIZATION						
(24) 403 - Depreciation Expense	\$ 16,542,968	\$ 8,233,081	4	66.77%	33.23%	\$ 24,776,049
(24) 4031 - Depreciation Expense - FAS143	-	-	4	66.77%	33.23%	-
SUBTOTAL	\$ 16,542,968	\$ 8,233,081				\$ 24,776,049
25 - AMORTIZATION						
(25) 404 - Amort Ltd-Term Plant	\$ 27,301,013	\$ 13,587,130	4	66.77%	33.23%	\$ 40,888,143
(25) 406 - Amortization Of Plant Acquisition Adj	-	-	4	66.77%	33.23%	-
(25) 4111 - Accretion Exp - FAS143	-	-	4	66.77%	33.23%	-
SUBTOTAL	\$ 27,301,013	\$ 13,587,130				\$ 40,888,143
29 - TAXES OTHER THAN INCOME TAXES						
(29) 4081 - Taxes Other-Util Income	\$ 4,722,698	\$ 2,350,386	4	66.77%	33.23%	\$ 7,073,084
SUBTOTAL	\$ 4,722,698	\$ 2,350,386				\$ 7,073,084
30 - INCOME TAXES						
(30) 4091 - Fit-Util Oper Income	\$ -	\$ -	4	66.77%	33.23%	\$ -
SUBTOTAL	\$ -	\$ -				\$ -
31 - DEFERRED INCOME TAXES						
(31) 4101 - Def Fit-Util Oper Income	\$ 41,665	\$ 20,736	4	66.77%	33.23%	\$ 62,401
(31) 4111 - Def Fit-Cr - Util Oper Income	-	-	4	66.77%	33.23%	-
SUBTOTAL	\$ 41,665	\$ 20,736				\$ 62,401
GRAND TOTAL	\$ 163,608,142	\$ 87,275,579				\$ 250,883,721

Allocation Method		Electric	Gas	
1	12 Month Average number of Customers	58.10%	41.90%	100.00%
2	Joint Meter Reading Customers	62.77%	37.23%	100.00%
3	Non-Production Plant	60.78%	39.22%	100.00%
4	4-Factor Allocator	66.77%	33.23%	100.00%
5	Direct Labor	67.53%	32.47%	100.00%