



PUGET SOUND ENERGY

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

November 12, 2015

Steven V. King, Executive Director and 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 Mr. King:

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 Susan Free at (425) 456-2105 if you have any questions.

Sincerely,

Katherine J. Barnard
Director, Revenue Requirements & Regulatory Compliance

cc Simon J. Ffitch, Assistant Attorney General
Sally Brown, WUTC

Puget Sound Energy Power Cost Adjustment Summary

Actual Costs and Disallowance as recorded through the PCA Mechanism

PCA Year (B)	Actuals		Baseline		Difference (A)		Wholesale Customer		Imbalance for Sharing			Company per PCA		Customer per PCA		Total			Interest on Customer		Total Customer per PCA	
	Monthly	Cumulative	Baseline	Cumulative	Monthly	Cumulative	Monthly	Cumulative	Monthly	PCA Period	Cumulative	Monthly (A)	Cumulative (A)	Monthly (A)	Cumulative (A)	Monthly	Monthly Difference (A)	Cumulative Difference (A)	Monthly (A)	Cumulative (A)	Monthly (A)	Cumulative (A)
1-12- Cumulative Amounts	13,611,984,748		13,647,522,823		(35,538,075)		448		(35,537,628)		(29,281,607)		(6,256,021)		(35,537,628)				911,485		(5,344,535)	
13 Jan-14	126,181,086	126,181,086	125,778,060	125,778,060	403,026	403,026	(145)	(145)	402,881	402,881	402,881	402,881	-	-	402,881	402,881	(17,268)	(17,268)	(17,268)	(17,268)	(17,268)	(17,268)
13 Feb-14	136,695,675	262,876,760	116,529,335	242,307,395	20,166,339	20,569,365	(7,274)	(7,419)	20,159,065	20,561,946	19,878,092	20,280,973	280,973	280,973	20,159,065	20,561,946	(15,572)	(32,841)	265,401	248,133	265,401	248,133
13 Mar-14	111,391,764	374,268,524	112,934,525	355,241,920	(1,542,762)	19,026,604	556	(6,863)	(1,542,205)	19,019,741	(1,261,232)	19,019,741	(280,973)	-	(1,542,205)	19,019,741	(16,518)	(49,358)	(297,491)	(49,358)	(297,491)	(49,358)
13 Apr-14	96,575,172	470,843,695	98,988,523	454,230,443	(2,413,352)	16,613,252	870	(5,992)	(2,412,481)	16,607,259	(2,412,481)	16,607,259	-	-	(2,412,481)	16,607,259	(16,711)	(66,070)	(16,711)	(66,070)	(66,070)	(66,070)
13 May-14	93,358,977	564,202,672	90,224,423	544,454,866	3,134,554	19,747,805	(1,131)	(7,123)	3,133,423	19,740,682	3,133,423	19,740,682	-	-	3,133,423	19,740,682	(17,268)	(83,338)	(17,268)	(83,338)	(17,268)	(83,338)
13 Jun-14	87,527,240	651,729,911	88,811,092	633,265,958	(1,283,852)	18,463,953	463	(6,660)	(1,283,389)	18,457,293	(1,283,389)	18,457,293	-	-	(1,283,389)	18,457,293	(16,711)	(100,049)	(16,711)	(100,049)	(16,711)	(100,049)
13 Jul-14	96,295,496	748,025,407	99,378,987	732,644,945	(3,083,491)	15,380,462	1,112	(5,548)	(3,082,379)	15,374,914	(3,082,379)	15,374,914	-	-	(3,082,379)	15,374,914	(17,268)	(117,318)	(17,268)	(117,318)	(17,268)	(117,318)
13 Aug-14	99,122,121	847,147,527	95,794,897	828,439,841	3,327,224	18,707,686	(1,200)	(6,748)	3,326,024	18,700,938	3,326,024	18,700,938	-	-	3,326,024	18,700,938	(17,268)	(134,586)	(17,268)	(134,586)	(17,268)	(134,586)
13 Sep-14	97,295,067	944,442,594	87,768,650	916,208,491	9,526,417	28,234,102	(3,436)	(10,184)	9,522,980	28,223,918	5,411,021	24,111,959	4,111,959	4,111,959	9,522,980	28,223,918	(16,345)	(150,931)	4,095,614	3,961,028	4,095,614	3,961,028
13 Oct-14	102,212,121	1,046,654,714	96,652,919	1,012,861,410	5,559,202	33,793,304	(2,005)	(12,189)	5,557,197	33,781,115	2,778,598	26,890,558	2,778,598	6,890,558	5,557,197	33,781,115	(5,671)	(156,602)	2,772,928	6,733,956	2,772,928	6,733,956
13 Nov-14	117,974,711	1,164,629,425	113,383,972	1,126,245,382	4,590,739	38,384,043	(1,656)	(13,845)	4,589,083	38,370,198	2,294,541	29,185,099	2,294,541	9,185,099	4,589,083	38,370,198	1,899	(154,703)	2,296,441	9,030,396	2,296,441	9,030,396
13 Dec-14	123,344,794	1,287,974,218	121,587,269	1,247,832,651	1,757,525	40,141,568	(613)	(14,458)	1,756,912	40,127,110	827,612	30,012,711	929,300	10,114,399	1,756,912	40,127,110	8,168	(146,535)	937,468	9,967,864	937,468	9,967,864
14 Jan-15	119,235,519	119,235,519	121,438,517	121,438,517	(2,202,998)	(2,202,998)	768	768	(2,202,230)	(2,202,230)	(2,202,230)	(2,202,230)	-	-	(2,202,230)	(2,202,230)	10,650	10,650	10,650	10,650	10,650	10,650
14 Feb-15	105,377,338	224,612,857	100,806,788	222,245,305	4,570,551	2,367,553	(1,593)	(825)	4,568,957	2,366,727	4,568,957	2,366,727	-	-	4,568,957	2,366,727	9,620	20,270	9,620	20,270	9,620	20,270
14 Mar-15	105,640,903	330,253,761	106,028,656	328,273,961	(387,752)	1,979,800	135	(690)	(387,617)	1,979,110	(387,617)	1,979,110	-	-	(387,617)	1,979,110	10,650	30,920	10,650	30,920	10,650	30,920
14 Apr-15	95,557,329	425,811,090	99,943,616	428,217,577	(4,386,287)	(2,406,487)	1,529	839	(4,384,758)	(2,405,648)	(4,384,758)	(2,405,648)	-	-	(4,384,758)	(2,405,648)	10,307	41,226	10,307	41,226	10,307	41,226
14 May-15	94,657,182	520,468,272	88,821,595	517,039,172	5,835,587	3,429,100	(2,034)	(1,195)	5,833,553	3,427,905	5,833,553	3,427,905	-	-	5,833,553	3,427,905	10,650	51,877	10,650	51,877	10,650	51,877
14 Jun-15	94,331,422	614,799,694	92,783,190	609,822,362	1,548,232	4,977,332	(540)	(1,735)	1,547,692	4,975,597	1,547,692	4,975,597	-	-	1,547,692	4,975,597	10,307	62,183	10,307	62,183	10,307	62,183
14 Jul-15	101,097,386	715,897,081	97,995,103	707,817,465	3,102,284	8,079,616	(1,081)	(2,817)	3,101,202	8,076,799	3,101,202	8,076,799	-	-	3,101,202	8,076,799	10,650	72,833	10,650	72,833	10,650	72,833
14 Aug-15	97,525,273	813,422,354	94,660,509	802,477,974	2,864,764	10,944,380	(999)	(3,815)	2,863,766	10,940,565	2,863,766	10,940,565	-	-	2,863,766	10,940,565	10,650	83,484	10,650	83,484	10,650	83,484
14 Sep-15	90,491,148	903,913,502	86,619,712	889,097,686	3,871,436	14,815,816	(1,350)	(5,165)	3,870,087	14,810,652	3,870,087	14,810,652	-	-	3,870,087	14,810,652	10,307	93,790	10,307	93,790	10,307	93,790
															<u>\$ 15,541,756</u>		<u>\$ 3,858,378</u>			<u>\$ 858,741</u>		<u>\$ 4,717,119</u>

Notes:

(A) A credit balance represents an overrecovery of power costs (baseline rate was greater than actual rate). A debit balance represents an underrecovery of power costs (actual rate was greater than baseline rate.) The difference excludes any adjustment for Firm Wholesale Customers.

(B) The PCA mechanism was a June through July fiscal period from July 2002 through June 2005 with a cumulative cap on excess power costs of \$40 million. The Washington Commission changed the PCA mechanism period to a calendar year basis without a cumulative cap starting January 2007.

