



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

April 2, 2018

Via Web Portal

Mr. Steven V. King, Executive Director and Secretary
Washington Utilities and Transportation Commission
P.O. Box 47250
Olympia, WA 98504-7250

**Re: WAC-Required Report
Dockets UE-152058 and UG-152075
2017 Annual Report of Energy Conservation Accomplishments**

Dear Mr. King,

Consistent with requirements outlined in WAC 408-109-120(3) and WAC 480-07-140(5) Puget Sound Energy (“PSE” or the “Company”) provides an electronic version of its 2017 Annual Report of Energy Efficiency Conservation Accomplishments (“Annual Report”).

Results outlined in the Annual Report indicate that PSE programs achieved 302,723 Megawatt-hours (MWh), or 34.6 average megawatts (aMW) of electric conservation and 3.61 million therms of natural gas conservation in 2017. These figures exceeded the 2017 goals by 3 percent and 2 percent, respectively. Adding NEEA savings of 15,539 MWh into the electric portfolio results increased the overall electric savings within the PSE service territory to 318,316 MWh, or 36.3 aMW.

Electric expenditures to acquire cost-effective energy conservation for the entire portfolio were \$101.01¹ million or 2 percent lower than anticipated spending. Natural gas program expenditures were \$14.72 million, which aligned with anticipated spending. PSE provides detailed expenditure and saving figures for electric and natural gas conservation programs in the Annual Report’s Exhibit 1: Savings and Expenditures.

¹ It is important to note that the total electric expenditures also include programs that do not acquire energy conservation; Net Metering, Demand Response administration and Electric Vehicle Charger Incentive. These programs represented \$1.79 million of the overall 2017 electric expenditures.

Mr. Steven V. King, Executive Director and Secretary
Dockets UE-152058 and UG-152075
April 2, 2018
Page 2 of 2

As has been PSE's long-standing continuous improvement practice, the 2017 Annual Report contains a number of enhancements, some in response to regulatory stakeholder requests and suggestions. Most are readability and organizational improvements including Chapter outline references, expanding Exhibit 1 into a two-page document, and simplified Business Energy Management program measure tables.

Consistent with WAC 480-109-110(3), PSE provided an electronic version of the Annual Report to its Conservation Resource Advisory Group ("CRAG") on March 1, 2018.

Please contact Chris Schaefer at (425) 456-2932 or chris.schaefer@pse.com for additional information about this filing. If you have any other questions, please contact me at (425) 456-2110.

Sincerely,

/s/ Kenneth S. Johnson

Ken Johnson
Vice President, Regulatory and Government Affairs
Puget Sound Energy
PO Box 97034
Bellevue, WA 98009-9734
425-456-2110
ken.s.johnson@pse.com

cc: Lisa Gafken, Public Counsel
Sheree Carson, Perkins Coie

Attachments:

152058-152075-PSE-2017-Annl-Rpt-Vol-1.pdf
152058-152075-PSE-2017-Annl-Rpt-Vol-2.pdf
152058-152075-PSE-2017-Annl-Rpt-Exh-1.xlsx
152058-152075-PSE-2017-Annl-Rpt-Exh-1-Suppl-1.xlsx
152058-152075-PSE-2017-Annl-Rpt-Exh-1-Suppl-2.xlsx
152058-152075-PSE-2017-Annl-Rpt-Exh-1-Suppl-3.xlsx
152058-152075-PSE-2017-Annl-Rpt-Exh-1-Suppl-4.xlsx
152058-152075-PSE-2017-Annl-Rpt-Exh-2.xlsx