Puget Sound Energy - Washington Summary of Depreciation Rates and Annual Accrual Amounts As of September 30, 2016

						PSE Propose	d				
			Curren	t Approved			Difference			Difference	Difference
		9/30/16	Accrual	Accrual	Accrual	Accrual	from	Accrual	Accrual	from	from
Account	Description	Investment	Rate	Amount	Rate	Amount	Current	Rate	Amount	Current	Company
	A	В	С	D	E	F	G	Н	I	J	K
	NATURAL GAS PLANT										
MANUFACT	URED GAS PRODUCTION PLANT										
305.00	Struct. & Improv.										
	Dieringer	43,407	0.50%	217	1.38%	599	382	1.38%	599	382	0
	Swarr	465,331	0.50%	2,327	0.18%	833	(1,494)	0.18%	833	(1,494)	0
	Total Struct. & Improv.	508,737	0.50%	2,544	0.28%	1,432	(1,112)	0.28%	1,432	(1,112)	0
311 00	Liquefied Petroleum Gas Eq.										
511.00	Dieringer	685,183	0.95%	6,509	0.80%	5,448	(1,061)	0.80%	5,448	(1,061)	0
	Swarr	5,385,099	0.95%	51,158	0.55%	29,413	(21,745)	0.55%	29,413	(21,745)	0
	Total Liquefied Petroleum Gas Eq.	6,070,282	0.95%	57,668	0.57%	34,861	(22,807)	0.57%	34,861	(22,807)	0
320.00	Other Eq.	4,853	0.05%	2	4.97%	241	239	4.97%	241	239	0
TOTAL MAN	IUFACTURED GAS PRODUCTION PLANT	6,583,872	0.91%	60,214	0.55%	36,534	(23,680)	0.55%	36,534	(23,680)	0
						-					
UNDERGRO	UND STORAGE PLANT										
350.30	Easements	33,641	2.01%	676	3.28%	1,103	427	3.28%	1,103	427	0
351.10	Struct. & Improv Wells	230,122	1.63%	3,751	1.63%	3,755	4	1.63%	3,755	4	0
351.20	Struct. & Improv Compressor Stations	469,567	0.25%	1,174	2.51%	11,770	10,596	2.51%	11,770	10,596	0
351.30	Struct. & Improv Meas. & Reg. Eq.	2,245	0.00%	0	1.83%	41	41	1.83%	41	41	0
351.40	Struct. & Improv Other	134,362	1.50%	2,015	2.80%	3,762	1,747	2.80%	3,762	1,747	0
352.00	Wells	11,293,926	1.20%	135,527	1.80%	203,779	68,252	1.80%	203,779	68,252	0
352.20	Reservoirs	1,757,701	2.02%	35,506	1.49%	26,214	(9,292)	1.49%	26,214	(9,292)	0
352.30	Non-Recoverable Natural Gas	4,185,431	2.10%	87,894	1.88%	78,879	(9,015)	1.88%	78,879	(9,015)	0
353.00	Lines	2,676,181	2.50%	66,905	2.25%	60,162	(6,743)	2.25%	60,162	(6,743)	0
354.00	Compressor Station Eq.	17,969,110	2.56%	460,009	3.06%	550,255	90,246	3.06%	550,255	90,246	0
355.00	Measuring & Regulating Eq.	530,739	3.27%	17,355	4.21%	22,361	5,006	4.21%	22,361	5,006	0
356.00	Purification Eq.	2,662,647	1.88%	50,058	2.73%	72,763	22,705	2.73%	72,763	22,705	0
357.00	Other Eq.	376,480	0.95%	3,577	5.24%	19,740	16,163	5.24%	19,740	16,163	0
TOTAL UND	ERGROUND STORAGE PLANT	42,322,153	2.04%	864,446	2.49%	1,054,584	190,138	2.49%	1,054,584	190,138	0
OTHER STO	RAGE PLANT										
361.00	Struct. & Improv.	4,155,602	2.86%	118,850	2.50%	103,847	(15,003)	2.50%	103,847	(15,003)	0
362.00	Gas Holders	3,683,221	3.63%	133,701	3.48%	128,056	(5,645)	3.48%	128,056	(5,645)	0
363.00	Purification Eq.	3,984,039	3.14%	125,099	2.63%	104,630	(20,469)	2.63%	104,630	(20,469)	0
364.00	Transportation EQ.	970,581	3.21%	31,156	2.32%	22,562	(8,594)	2.32%	22,562	(8,594)	0
TOTAL OTH	ER STORAGE PLANT	12,793,443	3.20%	408,806	2.81%	359,095	(49,711)	2.81%	359,095	(49,711)	0
DISTRIBUTION	ON PLANT										
374.20	Easements	5,872,232	2.01%	118,032	1.58%	92,820	(25,212)	1.58%	92,820	(25,212)	0
374.30	Easements - From Transmission	7,998,816	2.01%	160,776	1.45%	116,258	(44,518)	1.45%	116,258	(44,518)	0
375.00	Struct. & Improv.	36,537,812	2.19%	800,178	2.53%	925,716	125,538	2.53%	925,716	125,538	0

Puget Sound Energy - Washington Summary of Depreciation Rates and Annual Accrual Amounts As of September 30, 2016

						PSE Propos	ed	Public Counsel Proposed				
			Curren	t Approved	Difference					Difference	Difference	
		9/30/16	Accrual	Accrual	Accrual	Accrual	from	Accrual	Accrual	from	from	
Account	Description	Investment	Rate	Amount	Rate	Amount	Current	Rate	Amount	Current	Company	
	A	В	С	D	E	F	G	Н	I	J	K	
	NATURAL GAS PLANT											
376.20	Mains - Plastic	1,180,051,442	2.77%	32,687,425	2.44%	28,829,320	(3,858,105)	1.82%	21,508,468	(11,178,957)	(7,320,852)	
376.40	Mains - Wrapped Steel	536,417,722	3.27%	17,540,860	2.21%	11,880,313	(5,660,547)	1.58%	8,475,142	(9,065,718)	(3,405,171)	
376.50	Mains - Cathodic Protection	35,642,749	1.63%	580,977	3.58%	1,277,060	696,083	3.58%	1,277,060	696,083	0	
378.00	Measuring & Regulating Station Eq.	109,594,096	4.17%	4,570,074	4.13%	4,521,142	(48,932)	3.11%	3,410,303	(1,159,771)	(1,110,839)	
380.10	Services - Cathodic Protection	20,729,199	5.18%	1,073,772	3.51%	727,096	(346,676)	3.51%	727,096	(346,676)	0	
380.20	Services - Plastic	962,277,703	4.58%	44,072,319	3.20%	30,744,906	(13,327,413)	2.82%	27,129,632	(16,942,687)	(3,615,274)	
380.30	Services - Wrapped Steel	37,555,624	4.58%	1,720,048	3.94%	1,479,341	(240,707)	3.26%	1,224,827	(495,221)	(254,514)	
381.00	Meters	79,272,362	2.73%	2,164,135	4.07%	3,224,183	1,060,048	4.07%	3,224,183	1,060,048	0	
382.00	Meter Installations	165,961,350	2.40%	3,983,072	2.25%	3,735,405	(247,667)	2.25%	3,735,405	(247,667)	0	
383.00	House Regulators	16,689,215	2.41%	402,210	1.44%	240,310	(161,900)	1.44%	240,310	(161,900)	0	
384.00	House Regulator Installations	83,183,112	2.46%	2,046,305	1.81%	1,504,419	(541,886)	1.81%	1,504,419	(541,886)	0	
385.00	Industrial Measuring & Regulating Station Eq.	38,074,912	3.91%	1,488,729	6.85%	2,608,935	1,120,206	6.85%	2,608,935	1,120,206	0	
386.00	Residential & Commercial Water Heaters & Conversion Burners											
	Fully Accrued	16,795,704	19.83%	3,329,887	0.00%	0	(3,329,887)	0.00%	0	(3,329,887)	0	
	Amortized	10,445,838	19.83%	2,070,974	10.00%	1,044,955	(1,026,019)	10.00%	1,044,955	(1,026,019)	0	
	Total Residential & Commercial Water Heaters & Conversion Burne	27,241,542	19.83%	5,400,861	3.84%	1,044,955	(4,355,906)	3.84%	1,044,955	(4,355,906)	0	
					12 000/			12 OE0/	604 007	540,898	0	
	Other Equipment	5,758,986	2.66%	153,189	12.05%	694,087	540,898	12.05%	694,087			
	Other Equipment FRIBUTION PLANT	3,348,858,872	3.55%	118,962,961	2.80%	93,646,266	(25,316,695)	2.33%	77,939,616	(41,023,345)	(15,706,650)	
TOTAL DIS	FRIBUTION PLANT											
TOTAL DIS	TRIBUTION PLANT	3,348,858,872	3.55%	118,962,961	2.80%	93,646,266	(25,316,695)	2.33%	77,939,616	(41,023,345)	(15,706,650)	
TOTAL DIS	TRIBUTION PLANT											
GENERAL F	PLANT Struct. & Improv.	3,348,858,872	3.55%	118,962,961	2.80%	93,646,266	(25,316,695)	2.33%	77,939,616	(41,023,345)	(15,706,650)	
GENERAL F	PLANT Struct. & Improv. Office Furniture & Equipment	3,348,858,872 2,445,500	3.55% 89.59%	2,190,923	2.80% 2.78%	93,646,266 67,937	(25,316,695)	2.33% 2.78%	77,939,616 67,937	(41,023,345) (2,122,986)	(15,706,650) 0	
GENERAL F	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued	2,445,500 3,282,777	3.55% 89.59% 5.00%	2,190,923 164,139	2.80% 2.78% 0.00%	93,646,266 67,937 0	(25,316,695) (2,122,986) (164,139)	2.33% 2.78% 0.00%	77,939,616 67,937	(41,023,345) (2,122,986) (164,139)	(15,706,650) 0 0	
GENERAL F	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized	2,445,500 3,282,777 3,172,210	3.55% 89.59% 5.00% 5.00%	2,190,923 164,139 158,611	2.80% 2.78% 0.00% 5.00%	93,646,266 67,937 0 158,590	(2,122,986) (164,139) (21)	2.33% 2.78% 0.00% 5.00%	77,939,616 67,937 0 158,590	(2,122,986) (164,139) (21)	(15,706,650) 0 0 0	
GENERAL F	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued	2,445,500 3,282,777	3.55% 89.59% 5.00%	2,190,923 164,139	2.80% 2.78% 0.00%	93,646,266 67,937 0	(25,316,695) (2,122,986) (164,139)	2.33% 2.78% 0.00%	77,939,616 67,937	(41,023,345) (2,122,986) (164,139)	(15,706,650) 0 0	
GENERAL F 390.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987	3.55% 89.59% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749	2.80% 2.78% 0.00% 5.00% 2.46%	93,646,266 67,937 0 158,590 158,590	(2,122,986) (2,122,986) (164,139) (21) (164,159)	2.33% 2.78% 0.00% 5.00% 2.46%	77,939,616 67,937 0 158,590 158,590	(2,122,986) (2,122,986) (164,139) (21) (164,159)	0 0 0 0	
GENERAL F 390.00 391.10	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639	3.55% 89.59% 5.00% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328	2.80% 2.78% 0.00% 5.00% 2.46% 20.00%	93,646,266 67,937 0 158,590 158,590 37,331	(2,122,986) (2,122,986) (164,139) (21) (164,159)	2.78% 2.78% 0.00% 5.00% 2.46% 20.00%	77,939,616 67,937 0 158,590 158,590 37,331	(2,122,986) (2,122,986) (164,139) (21) (164,159)	(15,706,650) 0 0 0 0 0	
391.20 392.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Transportation Eq.	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 9.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092	2.80% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53%	93,646,266 67,937 0 158,590 158,590 37,331 285,990	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102)	2.78% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53%	77,939,616 67,937 0 158,590 158,590 37,331 285,990	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102)	0 0 0 0 0 0	
GENERAL F 390.00 391.10	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Transportation Eq.	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639	3.55% 89.59% 5.00% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328	2.80% 2.78% 0.00% 5.00% 2.46% 20.00%	93,646,266 67,937 0 158,590 158,590 37,331	(25,316,695) (2,122,986) (164,139) (21) (164,159)	2.78% 2.78% 0.00% 5.00% 2.46% 20.00%	77,939,616 67,937 0 158,590 158,590 37,331	(2,122,986) (2,122,986) (164,139) (21) (164,159)	(15,706,650) 0 0 0 0 0	
391.20 393.00 391.20 393.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Transportation Eq.	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 9.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092	2.80% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53%	93,646,266 67,937 0 158,590 158,590 37,331 285,990	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102)	2.78% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53%	77,939,616 67,937 0 158,590 158,590 37,331 285,990	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102)	0 0 0 0 0 0	
391.20 393.00 391.20 393.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Stores Eq.	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 9.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092	2.80% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53%	93,646,266 67,937 0 158,590 158,590 37,331 285,990	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102)	2.78% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53%	77,939,616 67,937 0 158,590 158,590 37,331 285,990	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102)	0 0 0 0 0 0	
391.20 393.00 391.20 393.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Stores Eq. Tools, Shop, & Garage Eq.	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129 50,148	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 9.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092 2,507	2.80% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53% 0.00%	93,646,266 67,937 0 158,590 158,590 37,331 285,990 0	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507)	2.33% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53% 0.00%	77,939,616 67,937 0 158,590 158,590 37,331 285,990 0	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507)	(15,706,650) 0 0 0 0 0 0	
391.20 393.00 391.20 393.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Stores Eq. Tools, Shop, & Garage Eq. Fully Accrued	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129 50,148 3,648,171	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 9.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092 2,507	2.80% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00%	93,646,266 67,937 0 158,590 158,590 37,331 285,990 0	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409)	2.33% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00%	77,939,616 67,937 0 158,590 158,590 37,331 285,990 0	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409)	(15,706,650) 0 0 0 0 0 0 0 0 0 0	
391.20 393.00 391.20 393.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Stores Eq. Tools, Shop, & Garage Eq. Fully Accrued Amortized	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129 50,148 3,648,171 7,514,502	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092 2,507 182,409 375,725	2.80% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00% 5.00%	93,646,266 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288	2.33% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00% 5.00%	77,939,616 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288	(15,706,650) 0 0 0 0 0 0 0 0 0 0 0 0	
391.20 393.00 394.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Stores Eq. Tools, Shop, & Garage Eq. Fully Accrued Amortized	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129 50,148 3,648,171 7,514,502	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092 2,507 182,409 375,725	2.80% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00% 5.00%	93,646,266 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288	2.33% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00% 5.00%	77,939,616 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288	(15,706,650) 0 0 0 0 0 0 0 0 0 0 0 0	
391.20 393.00 394.00	CLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Office Furniture & Equipment Tonsportation Eq. Stores Eq. Tools, Shop, & Garage Eq. Fully Accrued Amortized Total Tools, Shop, & Garage Eq.	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129 50,148 3,648,171 7,514,502	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092 2,507 182,409 375,725	2.80% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00% 5.00%	93,646,266 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288	2.33% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00% 5.00%	77,939,616 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288	(15,706,650) 0 0 0 0 0 0 0 0 0 0 0 0	
391.20 393.00 394.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Total Stores Eq. Tools, Shop, & Garage Eq. Fully Accrued Amortized Total Tools, Shop, & Garage Eq. Laboratory Eq.	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129 50,148 3,648,171 7,514,502 11,162,673	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 5.00% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092 2,507 182,409 375,725 558,134	2.80% 2.78% 0.00% 5.00% 2.46% 4.53% 0.00% 0.00% 5.00% 3.37%	93,646,266 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013 376,013	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288 (182,121)	2.33% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53% 0.00% 0.00% 5.00% 3.37%	77,939,616 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013 376,013	(2,122,986) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288 (182,121)	0 0 0 0 0 0 0 0 0	
391.20 393.00 394.00	PLANT Struct. & Improv. Office Furniture & Equipment Fully Accrued Amortized Total Office Furniture & Equipment Office Furniture & Equipment Total Stores Eq. Tools, Shop, & Garage Eq. Fully Accrued Amortized Total Tools, Shop, & Garage Eq. Fully Accrued Amortized Total Tools, Shop, & Garage Eq. Fully Accrued Fully Accrued Fully Accrued	3,348,858,872 2,445,500 3,282,777 3,172,210 6,454,987 186,639 6,312,129 50,148 3,648,171 7,514,502 11,162,673	3.55% 89.59% 5.00% 5.00% 5.00% 20.00% 5.00% 5.00% 5.00%	118,962,961 2,190,923 164,139 158,611 322,749 37,328 568,092 2,507 182,409 375,725 558,134	2.80% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53% 0.00% 5.00% 3.37%	93,646,266 67,937 0 158,590 158,590 37,331 285,990 0 376,013 376,013	(25,316,695) (2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288 (182,121)	2.33% 2.78% 0.00% 5.00% 2.46% 20.00% 4.53% 0.00% 5.00% 3.37%	77,939,616 67,937 0 158,590 158,590 37,331 285,990 0 0 376,013 376,013	(2,122,986) (164,139) (21) (164,159) 3 (282,102) (2,507) (182,409) 288 (182,121)	0 0 0 0 0 0 0 0 0 0	

Puget Sound Energy - Washington Summary of Depreciation Rates and Annual Accrual Amounts As of September 30, 2016

						PSE Propose	ed	Public Counsel Proposed				
			Current	t Approved			Difference			Difference	Difference	
		9/30/16	Accrual	Accrual	Accrual	Accrual	from	Accrual	Accrual	from	from	
Account	Description	Investment	Rate	Amount	Rate	Amount	Current	Rate	Amount	Current	Company	
	A	В	С	D	E	F	G	Н	I	J	K	
	NATURAL GAS PLANT											
396.00	Power Operated Eq.	484,658	6.00%	29,079	6.43%	31,151	2,072	6.43%	31,151	2,072	0	
397.00 (Communication Eq.											
	Fully Accrued	3,740,400	6.67%	249,485	0.00%	0	(249,485)	0.00%	0	(249,485)	0	
	Amortized	1,317,656	6.67%	87,888	6.67%	87,932	44	6.67%	87,932	44	0	
7	Total Communication Eq.	5,058,056	6.67%	337,372	1.74%	87,932	(249,440)	1.74%	87,932	(249,440)	0	
398.00	Misc. Eq.											
	Fully Accrued	60,682	6.67%	4,047	0.00%	0	(4,047)	0.00%	0	(4,047)	0	
	Amortized	155,624	6.67%	10,380	6.67%	10,375	(5)	6.67%	10,375	(5)	0	
Ī	Total Misc. Eq.	216,306	6.67%	14,428	4.80%	10,375	(4,053)	4.80%	10,375	(4,053)	0	
	TOTAL GENERAL PLANT	35,223,867	11.93%	4,203,251	3.40%	1,196,831	(3,006,420)	3.40%	1,196,831	(3,006,420)	0	
UNRECOVER	ED RESERVE TO BE AMORTIZED											
386.00	Residential & Commercial Water Heaters & Conversion Burners	0		0		(411,818)	(411,818)		(411,818)	(411,818)	0	
391.10	Office Furniture & Equipment	0		0		292,550	292,550		292,550	292,550	0	
391.20	Office Furniture & Equipment - Computers	0		0		(8,677)	(8,677)		(8,677)	(8,677)	0	
393.00	Stores Eq.	0		0		4,112	4,112		4,112	4,112	0	
394.00	Tools, Shop, & Garage Eq.	0		0		339,277	339,277		339,277	339,277	0	
395.00	Laboratory Eq.	0		0		46,743	46,743		46,743	46,743	0	
397.00	Communication Eq.	0		0		296,313	296,313		296,313	296,313	0	
398.00	Misc. Eq.	0		0		7,648	7,648		7,648	7,648	0	
	TOTAL UNRECOVERED RESERVE TO BE AMORTIZED	0	0.00%	0	0.00%	566,148	566,148	0.00%	566,148	566,148	0	
TOTAL DEPRECIABLE GAS PLANT		3,445,782,207	3.61%	124,499,678	2.81%	96,859,458	(27,640,220)	2.36%	81,152,808	(43,346,870)	(15,706,650)	

Puget Sound Energy - Washington Public Counsel Calculation of Depreciation Rates As of September 30, 2016

Paccount Paccoun						Future Net	Net Plant			
Account Description Browstment Book Reserve Recover Octool Recover Recover Recover Octool Recover Re			9/30/16	9/30/16	Percent			Rem	Tota	l Annual
NATURAL GAS PLANT	Account	Description				U		-		
MATURAL GAS PLANT MANUFACTURED GAS PRODUCTION PLANT 305.00 Struct. & Improv. 305.00 Struct. &	Account	•			Heserve	rereent	necovered	LIIC	nate	71001 001
MANUFACTURED GAS PRODUCTION PLANT		• •	, and the second	5						
Dieringer	MANUFACT									
Swarr	305.00	Struct. & Improv.								
Total Struct. & Improv. S08,737 488,804 96.08% 19,933 13,9 0.28% 1,436		Dieringer	43,407	40,577	93.48%	0%	2,830	4.7	1.39%	602
311.00 Liquefied Petroleum Gas Eq. Dieringer 685,183 693,989 101.29 -5% 25,453 4.7 0.79% 5,415 Swarr 5,385,099 5,056,390 93,90% -5% 597,964 20.3 0.55% 29,456 Total Liquefied Petroleum Gas Eq. 6,070,282 5,750,379 94,73% 623,417 17.9 0.57% 34,872 320.00 Other Eq. 4,853 771 15,88% 788 0% 4,082 16.9 4,08% 242 TOTAL MANUFACTURED GAS PRODUCTION PLANT 6,583,872 6,239,954 94,78% 647,433 17.7 0.55% 36,550 UNDERGOUND STORAGE PLANT 336,41 4,128 12,27% 0% 29,513 26.8 3,27% 1,101 351.10 Struct. & Improv Wells 33,641 4,128 12,27% 0% 29,513 26.8 3,27% 1,101 351.10 Struct. & Improv Compressor Stations 469,567 206,697 44,02% 5% 64,759 17.2 1,64% 3,765 351.10 Struct. & Improv Meas. & Reg. Eq. 2,245 1,742 77.6% 5% 6615 15.0 1,83% 41 351.40 Struct. & Improv Other 134,362 5,763 4,88% 5% 6,514 399 25.6 1,80% 3,759 352.00 Wells 11,293,926 6,644,223 58,83% 5% 5,214,399 25.6 1,80% 20,5687 352.20 Reservoirs 1,757,701 1,155,812 6,644,233 58,83% 5% 5,214,399 25.6 1,80% 20,5687 352.20 Reservoirs 1,757,701 1,155,812 6,644,233 58,83% 5% 5,214,399 25.6 1,80% 20,5687 352.20 Reservoirs 1,757,701 1,155,812 6,644,239 38,83% 5% 5,214,399 25.6 1,80% 20,5687 352.20 Reservoirs 1,757,701 1,155,812 6,644,239 38,83% 5% 5,214,399 25.6 1,80% 20,5687 352.20 Reservoirs 1,757,701 1,155,812 6,644,289 3,568 1,00% 1,333,502 25.5 2,23% 1,004,287 352.20 Reservoirs 3,766,644 3,766,644 3,80% 3,759 3,80% 3,759 2,80% 3,759 352.20 Reservoirs 3,757,904 3,7		Swarr	465,331	448,227	96.32%	0%	17,104	20.5	0.18%	834
Dieringer Sast S		Total Struct. & Improv.	508,737	488,804	96.08%		19,933	13.9	0.28%	1,436
Syant Syant Syant Syant Syant Sy5,50,300 Sy5,000	311.00	Liquefied Petroleum Gas Eq.								
Total Liquefied Petroleum Gas Eq. 6,070,282 5,750,379 94.73% 623,417 17.9 0.57% 34,872 320.00 Other Eq. 4,853 771 15.88% 0% 4,082 16.9 4.98% 242 TOTAL MANUFACTURED GAS PRODUCTION PLANT 6,583,872 6,239,954 94.78% 647,433 17.7 0.56% 36,550 UNDERGRUD STORAGE PLANT 50.30 Easements 33,641 4,128 12.27% 0% 29,513 26.8 3.27% 1,101 351.10 Struct. & Improv Wells 230,122 176,869 76.86% -5% 64,759 17.2 1.64% 3,765 351.20 Struct. & Improv Ompressor Stations 469,567 206,697 44.02% -5% 286,349 24.3 2.51% 11,784 351.30 Struct. & Improv Other 1343,362 57,630 42.89% -5% 83,450 22.2 2.80% 3,759 352.00 Reservoirs 1,757,701 1,155,812 65,76% -5% 5,214,399 256 1,80% 203,687 352.20 Reservoirs 1,757,701 1,155,812 65,76% -5% 689,775 26.3 1.49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49,59% 0% 2,111,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,677,916 62,70% -20% 1,533,502 25.5 2.25% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,289 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 350,739 247,504 46,63% -5% 1,735,756 23.9 2,73% 72,626 357.00 Other Eq. 376,480 27,390 47,504 46,63% -5% 1,735,756 23.9 2,73% 72,626 357.00 Other Eq. 376,480 27,390 77,25% 0% 349,176 17, 15,24% 19,727 TOTAL UNDERGOUND STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2,49% 103,659 362.00 Gas Holders 3,863,221 1,315,578 35.72% -20% 3,104,288 24.2 3,48% 128,276 363.00 Purification Eq. 3,863,221 1,315,578 35.72% -20% 3,104,288 24.2 3,48% 128,276 363.00 Purification Eq. 3,863,231 1,315,578 35.72% -20% 3,104,288 24.2 3,48% 128,276 363.00 Purification Eq. 3,863,231 1,315,578 35.27% -20% 3,104,288 24.2 3,48% 128,276 363.00 Purification Eq. 3,863,231 1,315,578 35.27% -20% 3,104,288 24.2 3,48% 128,276 363.00 Purification Eq. 3,863,231 1,315,578 35.27% -20% 3,104,288 24.2 3,48% 128,276 364.00 Transportation EQ. 39,90,90 Transportation EQ. 30,90,00 Transpo		Dieringer	685,183	693,989	101.29%	-5%	25,453	4.7	0.79%	5,415
320.00 Other Eq. 4,853 771 15.88% 0% 4,082 16.9 4,98% 242 TOTAL MANUFACTURED GAS PRODUCTION PLANT 6,583,872 6,239,954 94.78% 647,433 17.7 0.56% 36,550 UNDERGROUNDET STORAGE PLANT 350.30 Easements 3,3,641 4,128 12.27% 0% 29,513 26.8 3.27% 1,101 351.10 Struct. & Improv Wells 230,122 176,869 76.86% -5% 64,759 17.2 1.64% 3,765 351.20 Struct. & Improv Compressor Stations 469,567 206,697 44.02% -5% 286,349 24.3 1.51% 11,784 351.30 Struct. & Improv Meas. & Reg. Eq. 2,245 1,742 77.62% -5% 615 15.0 1.83% 41 351.40 Struct. & Improv Other 134,362 57,630 42.89% -5% 83,450 22.2 2.80% 3,759 352.00 Wells 11,293,926 6,642,23 58.38% -5% 52,143,39 22.2 2.80% 3,759 352.00 Non-Recoverable Natural Gas 11,293,926 6,642,23 58.3% -5% 52,143,39 25.0 1.80% 203,687 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49,59% 0% 2,110,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,679,101 6,442,890 35.86% -1% 13,351,31 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 530,739 247,504 46.63% -5% 309,772 13,9 4.20% 22,286 356.00 Purification Eq. 376,480 27,304 7,25% 0% 309,772 13,9 4.20% 22,286 356.00 Purification Eq. 376,480 27,304 7,25% 0% 309,772 13,9 4.20% 22,286 356.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25,9 2.73% 72,626 356.00 Struct. & Improv. 4,155,602 1,470,839 35.97% 0% 2,684,763 25,9 2.49% 103,659 362.00 Gas Holders 3,884,039 1,726,879 34,34% -5% 2,456,361 25,9 2.49% 103,659 363.00 Purification Eq. 3,984,039 1,726,879 35.70% 25,984,810 12.8 23,88 128,276 363.00 Transportation Eq. 3,984,039 1,726,879 34,34% -5% 2,456,361 25,9 2.49% 103,659 363.00 Transportation Eq. 3,984,039 1,726,879 34,34% -5% 2,456,361 25,9 2.49% 103,659 363.00 Purification Eq. 3,984,039 1,726,879 35.77% 20% 3,104,288 24.2 3.48% 128,276 363.00 Transportation Eq. 3,984,039 1,726,879 35.77% 20% 3,104,288 24.2 3.48% 128,276 364.00 Transportation Eq. 3,984,039 1,726,879 35.77% 20% 3,104,288 24.2 3.48% 128,276 364.00 Transportation Eq. 3,994,039 1,726,879 35.77% 20% 3,104,288 24.2 3.48% 128,276		Swarr	5,385,099	5,056,390	93.90%	-5%	597,964	20.3	0.55%	29,456
Note Continue C	;	Total Liquefied Petroleum Gas Eq.	6,070,282	5,750,379	94.73%		623,417	17.9	0.57%	34,872
Mode	320.00	Other Eq.	4,853	771	15.88%	0%	4,082	16.9	4.98%	242
350.30 Easements 33,641 4,128 12.27% 0% 29,513 26.8 3.27% 1,101 351.10 Struct. & Improv Wells 230,122 176,869 76.86% -5% 64,759 17.2 1.64% 3,765 351.20 Struct. & Improv Compressor Stations 469,567 206,697 44.02% -5% 286,349 24.3 2.51% 11,784 351.30 Struct. & Improv Meas. & Reg. Eq. 2,245 1,742 77.62% -5% 615 15.0 1.83% 41 351.40 Struct. & Improv Other 134,362 57,630 42.89% -5% 83,450 22.2 2.80% 3,759 352.00 Wells 11,293,926 6,644,223 58.83% -5% 5,214,399 25.6 1.80% 203,687 352.20 Reservoirs 1,757,701 1,155,812 65,76% -5% 689,775 26.3 1.49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49.59% 0% 2,110,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,677,916 62.70% -2.0% 1,533,502 25.5 2.55% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 330,739 247,504 46.63% -5% 309,772 13.9 4.20% 22,286 357.00 Other Eq. 376,480 27,304 7.25% 0% 39,176 17.7 52.4% 19,727 10,124	TOTAL MAN	NUFACTURED GAS PRODUCTION PLANT	6,583,872	6,239,954	94.78%		647,433	17.7	0.56%	36,550
350.30 Easements 33,641 4,128 12.27% 0% 29,513 26.8 3.27% 1,101 351.10 Struct. & Improv Wells 230,122 176,869 76.86% -5% 64,759 17.2 1.64% 3,765 351.20 Struct. & Improv Compressor Stations 469,567 206,697 44.02% -5% 286,349 24.3 2.51% 11,784 351.30 Struct. & Improv Meas. & Reg. Eq. 2,245 1,742 77.62% -5% 615 15.0 1.83% 41 351.40 Struct. & Improv Other 134,362 57,630 42.89% -5% 83,450 22.2 2.80% 3,759 352.00 Wells 11,293,926 6,644,223 58.83% -5% 5,214,399 25.6 1.80% 203,687 352.20 Reservoirs 1,757,701 1,155,812 65,76% -5% 689,775 26.3 1.49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49.59% 0% 2,110,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,677,916 62.70% -2.0% 1,533,502 25.5 2.55% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 330,739 247,504 46.63% -5% 309,772 13.9 4.20% 22,286 357.00 Other Eq. 376,480 27,304 7.25% 0% 39,176 17.7 52.4% 19,727 10,124	LINDERGRO	NIND STORAGE PLANT								
351.10 Struct. & Improv Wells 230,122 176,869 76.86% -5% 64,759 17.2 1.64% 3,765 351.20 Struct. & Improv Compressor Stations 469,567 206,697 44.02% -5% 286,349 24.3 2.51% 11,784 351.30 Struct. & Improv Meas. & Reg. Eq. 2,245 1,742 77.62% -5% 615 15.0 1.83% 41 351.40 Struct. & Improv Other 134,362 57,630 42.89% -5% 83,450 22.2 2.80% 37,59 352.00 Wells 11,293,926 6,644,223 58.83% -5% 52,14,399 25.6 1.80% 203,687 352.20 Reservoirs 1,757,701 1,155,812 65.76% -5% 689,775 26.3 1,49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49.59% 0% 2,110,044 26.8 1.88% 78,733 355.00 Lines 2,667,6181 1,677,916 62.7			33 641	4 128	12 27%	0%	29 513	26.8	3 27%	1 101
351.20 Struct. & Improv Compressor Stations 469,567 206,697 44.02% -5% 286,349 24.3 2.51% 11,784 351.30 Struct. & Improv Meas. & Reg. Eq. 2,245 1,742 77.62% -5% 615 15.0 1.83% 41 351.40 Struct. & Improv Other 134,362 57,630 42.89% -5% 83,450 22.2 2.80% 3,759 352.00 Wells 11,293,926 6,644,223 58.83% -5% 689,775 26.3 1.49% 26,227 352.20 Reservoirs 1,757,701 1,155,812 65.76% -5% 689,775 26.3 1.49% 26,227 352.20 Reservoirs 1,757,701 1,155,812 65.76% -5% 689,775 26.3 1.49% 26,227 352.20 Reservoirs 1,159,710 1,155,812 65.76% -5% 689,775 26.3 1.49% 26,227 352.20 Reservoirs 1,159,710 6,482,890 35.86% -10% </td <td></td> <td></td> <td>•</td> <td>•</td> <td></td> <td></td> <td>-,-</td> <td></td> <td></td> <td>•</td>			•	•			-,-			•
351.30 Struct. & Improv Meas. & Reg. Eq. 2,245 1,742 77.62% -5% 615 15.0 1.83% 41 351.40 Struct. & Improv Other 134,362 57,630 42.89% -5% 83,450 22.2 2.80% 3,759 352.00 Wells 11,293,926 6,644,223 58.83% -5% 5,214,399 25.6 1.80% 203,687 352.20 Reservoirs 1,757,701 1,155,812 65.76% -5% 689,775 26.3 1.49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49.59% 0% 2,110,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,677,916 62.70% -20% 1,533,502 25.5 2.25% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 2.06% 550,543 355.00 Purification Eq. 2,662,647 1,060,024 39.81%		•	•	-			•			-
351.40 Struct. & Improv Other 134,362 57,630 42.89% -5% 83,450 22.2 2.80% 3,759 352.00 Wells 11,293,926 6,644,223 58.83% -5% 5,214,399 25.6 1.80% 203,687 352.20 Reservoirs 1,757,701 1,155,812 65.76% -5% 689,775 26.3 1.49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49.59% 0% 2,110,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,677,916 62.70% -20% 1,533,502 25.5 2.25% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 530,739 247,504 46.63% -5% 1,735,756 23.9 2.73% 72,626 357.00 Other Eq. 376,480 27,304 7.25% <		· · · · · · · · · · · · · · · · · · ·	,	,			•			41
352.00 Wells 11,293,926 6,644,223 58.83% -5% 5,214,399 25.6 1.80% 203,687 352.20 Reservoirs 1,757,701 1,155,812 65.76% -5% 689,775 26.3 1.49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49.59% 0% 2,110,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,677,916 62.70% -20% 1,533,502 25.5 2.25% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 530,739 247,504 46.63% -5% 309,772 13.9 4.20% 22,866 356.00 Purification Eq. 376,480 27,304 7.25% 0% 349,176 17.7 5.24% 19,727 TOTAL UNDERGROUND STORAGE PLANT 42,322,153 19,778,125 46.73%	351.40	_ ·	,	57,630	42.89%	-5%	83,450	22.2	2.80%	3,759
352.20 Reservoirs 1,757,701 1,155,812 65.76% -5% 689,775 26.3 1.49% 26,227 352.30 Non-Recoverable Natural Gas 4,185,431 2,075,387 49.59% 0% 2,110,044 26.8 1.88% 78,733 353.00 Lines 2,676,181 1,677,916 62.70% -20% 1,533,502 25.5 2.25% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 530,739 247,504 46.63% -5% 309,772 13.9 4.20% 22,286 356.00 Purification Eq. 2,662,647 1,060,024 39.81% -5% 1,735,756 23.9 2.73% 72,626 357.00 Other Eq. 376,480 27,304 7.25% 0% 349,176 17.7 5.24% 19,727 TOTAL UNDERGROUND STORAGE PLANT 41,255,602 1,470,839 35.39%	352.00	•	•	-		-5%		25.6	1.80%	-
353.00 Lines 2,676,181 1,677,916 62.70% -20% 1,533,502 25.5 2.25% 60,137 354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 530,739 247,504 46.63% -5% 309,772 13.9 4.20% 22,286 356.00 Purification Eq. 2,662,647 1,060,024 39.81% -5% 1,735,756 23.9 2.73% 72,626 357.00 Other Eq. 376,480 27,304 7.25% 0% 349,176 17.7 5.24% 19,727 TOTAL UNDERGROUND STORAGE PLANT 42,322,153 19,778,125 46.73% 25,730,240 24.4 2.49% 1,054,417 OTHER STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purificati	352.20	Reservoirs	1,757,701	1,155,812	65.76%	-5%	689,775	26.3	1.49%	26,227
354.00 Compressor Station Eq. 17,969,110 6,442,890 35.86% -10% 13,323,131 24.2 3.06% 550,543 355.00 Measuring & Regulating Eq. 530,739 247,504 46.63% -5% 309,772 13.9 4.20% 22,286 356.00 Purification Eq. 2,662,647 1,060,024 39.81% -5% 1,735,756 23.9 2.73% 72,626 357.00 Other Eq. 376,480 27,304 7.25% 0% 349,176 17.7 5.24% 19,727 TOTAL UNDERGROUND STORAGE PLANT 42,322,153 19,778,125 46.73% 25,730,240 24.4 2.49% 1,054,417 OTHER STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% </td <td>352.30</td> <td>Non-Recoverable Natural Gas</td> <td>4,185,431</td> <td>2,075,387</td> <td>49.59%</td> <td>0%</td> <td>2,110,044</td> <td>26.8</td> <td>1.88%</td> <td>78,733</td>	352.30	Non-Recoverable Natural Gas	4,185,431	2,075,387	49.59%	0%	2,110,044	26.8	1.88%	78,733
355.00 Measuring & Regulating Eq. 530,739 247,504 46.63% -5% 309,772 13.9 4.20% 22,286 356.00 Purification Eq. 2,662,647 1,060,024 39.81% -5% 1,735,756 23.9 2.73% 72,626 357.00 Other Eq. 376,480 27,304 7.25% 0% 349,176 17.7 5.24% 19,727 TOTAL UNDERGROUND STORAGE PLANT 42,322,153 19,778,125 46.73% 25,730,240 24.4 2.49% 1,054,417 OTHER STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% <td< td=""><td>353.00</td><td>Lines</td><td>2,676,181</td><td>1,677,916</td><td>62.70%</td><td>-20%</td><td>1,533,502</td><td>25.5</td><td>2.25%</td><td>60,137</td></td<>	353.00	Lines	2,676,181	1,677,916	62.70%	-20%	1,533,502	25.5	2.25%	60,137
356.00 Purification Eq. 2,662,647 1,060,024 39.81% -5% 1,735,756 23.9 2.73% 72,626 357.00 Other Eq. 376,480 27,304 7.25% 0% 349,176 17.7 5.24% 19,727 TOTAL UNDERGROUND STORAGE PLANT 42,322,153 19,778,125 46.73% 25,730,240 24.4 2.49% 1,054,417 OTHER STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	354.00	Compressor Station Eq.	17,969,110	6,442,890	35.86%	-10%	13,323,131	24.2	3.06%	550,543
357.00 Other Eq. 376,480 27,304 7.25% 0% 349,176 17.7 5.24% 19,772 TOTAL UNDERGROUND STORAGE PLANT 42,322,153 19,778,125 46.73% 25,730,240 24.4 2.49% 1,054,417 OTHER STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	355.00	Measuring & Regulating Eq.	530,739	247,504	46.63%	-5%	309,772	13.9	4.20%	22,286
TOTAL UNDERGROUND STORAGE PLANT 42,322,153 19,778,125 46.73% 25,730,240 24.4 2.49% 1,054,417 OTHER STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	356.00	Purification Eq.	2,662,647	1,060,024	39.81%	-5%	1,735,756	23.9	2.73%	72,626
OTHER STORAGE PLANT 361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	357.00	Other Eq.	376,480	27,304	7.25%	0%	349,176	17.7	5.24%	19,727
361.00 Struct. & Improv. 4,155,602 1,470,839 35.39% 0% 2,684,763 25.9 2.49% 103,659 362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	TOTAL UND	PERGROUND STORAGE PLANT	42,322,153	19,778,125	46.73%		25,730,240	24.4	2.49%	1,054,417
362.00 Gas Holders 3,683,221 1,315,578 35.72% -20% 3,104,288 24.2 3.48% 128,276 363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	OTHER STO	RAGE PLANT								
363.00 Purification Eq. 3,984,039 1,726,879 43.34% -5% 2,456,361 23.5 2.62% 104,526 364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	361.00	Struct. & Improv.	4,155,602	1,470,839	35.39%	0%	2,684,763	25.9	2.49%	103,659
364.00 Transportation EQ. 970,581 584,041 60.17% 10% 289,481 12.8 2.33% 22,616	362.00	Gas Holders	3,683,221	1,315,578	35.72%	-20%	3,104,288	24.2	3.48%	128,276
	363.00	Purification Eq.	3,984,039	1,726,879	43.34%	-5%	2,456,361	23.5	2.62%	104,526
TOTAL OTHER STORAGE PLANT 12,793,443 5,097,338 39.84% 8,534,894 23.8 2.81% 359,077	364.00	Transportation EQ.	970,581	584,041	60.17%	10%	289,481	12.8	2.33%	22,616
	TOTAL OTH	ER STORAGE PLANT	12,793,443	5,097,338	39.84%		8,534,894	23.8	2.81%	359,077

Puget Sound Energy - Washington Public Counsel Calculation of Depreciation Rates As of September 30, 2016

					Future	Net			
					Net	Plant			
		9/30/16	9/30/16	Percent	Salvage	to be	Rem		al Annual
Account	Description	Investment	Book Reserve	Reserve	Percent	Recovered	Life	Rate	Accrual
	A	В	В						
	NATURAL GAS PLANT								
DISTRIBUTI									
374.20	Easements	5,872,232	119,065	2.03%	0%	5,753,167	62.0	1.58%	92,793
374.30	Easements - From Transmission	7,998,816	1,728,529	21.61%	0%	6,270,286	53.9	1.45%	116,332
375.00	Struct. & Improv.	36,537,812	5,426,316	14.85%	-5%	32,938,387	35.6	2.53%	925,236
376.20	Mains - Plastic	1,180,051,442	377,202,716	31.96%	-20%		48.3		21,508,468
376.40	Mains - Wrapped Steel	536,417,722	244,522,091	45.58%	-20%	399,179,176	47.1	1.58%	8,475,142
376.50	Mains - Cathodic Protection	35,642,749	10,464,707	29.36%	0%	25,178,041	19.7	3.59%	1,278,073
378.00	Measuring & Regulating Station Eq.	109,594,096	31,250,009	28.51%	-20%	100,262,906	29.4	3.11%	3,410,303
380.10	Services - Cathodic Protection	20,729,199	6,117,304	29.51%	0%	14,611,895	20.1	3.51%	726,960
380.20	Services - Plastic	962,277,703	459,884,967	47.79%	-60%	1,079,759,358	39.8	2.82%	27,129,632
380.30	Services - Wrapped Steel	37,555,624	33,265,287	88.58%	-60%	26,823,711	21.9	3.26%	1,224,827
381.00	Meters	79,272,362	20,328,092	25.64%	-25%	78,762,360	24.4	4.07%	3,227,966
382.00	Meter Installations	165,961,350	45,732,149	27.56%	-10%	136,825,335	36.6	2.25%	3,738,397
383.00	House Regulators	16,689,215	7,624,423	45.68%	0%	9,064,792	37.7	1.44%	240,445
384.00	House Regulator Installations	83,183,112	25,636,636	30.82%	0%	57,546,476	38.3	1.81%	1,502,519
385.00	Industrial Measuring & Regulating Station Eq.	38,074,912	1,544,640	4.06%	-10%	40,337,763	15.5	6.84%	2,602,436
386.00	Residential & Commercial Water Heaters & Conversion Burners								
	Fully Accrued	16,795,704	16,795,704	100.00%	0%	(0)	0.0	0.00%	0
	Amortized	10,445,838	3,075,000	29.44%	0%	7,370,838	7.1	10.00%	1,044,584
	Total Residential & Commercial Water Heaters & Conversion Burner	27,241,542	19,870,704	72.94%		7,370,838	7.1	3.83%	1,044,584
387.00	Other Equipment	5,758,986	77,866	1.35%	0%	5,681,120	8.2	12.03%	692,820
TOTAL DIST	RIBUTION PLANT	3,348,858,872	1,290,795,502	38.54%		3,065,224,625	39.3	2.33%	77,936,932
GENERAL P				0.0.000/	201			. =/	
390.00	Struct. & Improv.	2,445,500	900,401	36.82%	0%	1,545,098	22.7	2.78%	68,066
201 10 (Office Furniture & Equipment								
391.10	Fully Accrued	3,282,777	3,282,777	100 000/	0%	0	0.0	0.00%	0
	Amortized				0%	_	15.5		
		3,172,210 6,454,987	710,000 3,992,777	22.38% 61.86%	0%	2,462,210	15.5	5.00%	158,611
	Total Office Furniture & Equipment	0,434,967	3,992,777	01.00%		2,462,210	15.5	2.40%	158,611
391.20	Office Furniture & Equipment - Computers	186,639	113,060	60.58%	0%	73,579	2 በ	20.00%	37,328
392.00	Transportation Eq.	6,312,129	4,055,190	64.24%	10%	1,625,726	5.7	4.52%	285,215
393.00	Stores Eq.	50,148		100.00%	0%	1,023,720	0.0	0.00%	203,213
333.00	Stores Eq.	30,148	30,140	100.00/0	0/0	U	5.0	0.00/0	U
394.00 ⁻	Tools, Shop, & Garage Eq.								
	Fully Accrued	3,648,171	3,648,171	100.00%	0%	0	0.0	0.00%	0
	, ,	3,040,171	5,5-15,171	200.0070	3 70	O	0.0	0.0070	Ū

Puget Sound Energy - Washington Public Counsel Calculation of Depreciation Rates As of September 30, 2016

					Future Net	Net Plant			
		9/30/16	9/30/16	Percent		to be	Rem	Tota	al Annual
Account	Description	Investment	Book Reserve	Reserve	Percent	Recovered	Life	Rate	Accrual
Account	A	В	В	Neserve	rereciie	Necovered	LIIC	nate	Accidai
	NATURAL GAS PLANT		, ,						
	Amortized	7,514,502	4,016,000	53.44%	0%	3,498,502	9.3	5.00%	375,725
	Total Tools, Shop, & Garage Eq.	11,162,673	7,664,171	68.66%		3,498,502	9.3	3.37%	375,725
395.00	Laboratory Eq.								
	Fully Accrued	22,161	22,161	100.00%	0%	0	0.0	0.00%	0
	Amortized	2,830,609	1,326,554	46.86%	0%	1,504,055	10.6	5.00%	141,530
	Total Laboratory Eq.	2,852,770	1,348,715	47.28%		1,504,055	10.6	4.96%	141,530
396.00	Power Operated Eq.	484,658	301,721	62.25%	10%	134,471	4.3	6.45%	31,272
397.00	Communication Eq.								
	Fully Accrued	3,740,400	3,740,400	100.00%	0%	0	0.0	0.00%	0
	Amortized	1,317,656	405,000	30.74%	0%	912,656	10.4	6.67%	87,888
	Total Communication Eq.	5,058,056	4,145,400	81.96%		912,656	10.4	1.74%	87,888
398.00	Misc. Eq.								
	Fully Accrued	60,682	,	100.00%	0%	0	0.0	0.00%	0
	Amortized	155,624	54,926	35.29%	0%	100,698	9.7	6.67%	10,380
	Total Misc. Eq.	216,306	115,608	53.45%		100,698	9.7	4.80%	10,380
	TOTAL GENERAL PLANT	35,223,867	22,687,192	64.41%		11,856,996	9.9	3.40%	1,196,015
UNRECOVE	ERED RESERVE TO BE AMORTIZED								
386.00	Residential & Commercial Water Heaters & Conversion Burners	0	2,059,092				5.0		(411,818)
391.10	Office Furniture & Equipment	0	(1,462,752)				5.0		292,550
391.20	Office Furniture & Equipment - Computers	0	43,387				5.0		(8,677)
393.00	Stores Eq.	0	(20,560)				5.0		4,112
394.00	Tools, Shop, & Garage Eq.	0	(1,696,387)				5.0		339,277
395.00	Laboratory Eq.	0	(233,715)				5.0		46,743
397.00	Communication Eq.	0	(1,481,563)				5.0		296,313
398.00	Misc. Eq.	0	(38,242)	_	_		5.0		7,648
	TOTAL UNRECOVERED RESERVE TO BE AMORTIZED	0	(2,830,740)	<u>-</u>	=	0	-		566,148
TOTAL DEP	PRECIABLE GAS PLANT	3,445,782,207	1,341,767,371	38.94%		3,111,994,188	38.3	2.36%	81,149,139

Puget Sound Energy - Washington Current and Proposed Parameters As of September 30, 2016

		Current PSE Proposed						Public Counsel Proposed						
			Iowa	Future			lowa	Avg	Future			Iowa	Avg	Future
		Proj	Curve	Net		Proj	Curve	Rem	Net		Proj	Curve	Rem	Net
Account	Description	Life	Shape	Salvage	AYFR	Life	Shape	Life	Salvage	AYFR	Life	Shape	Life	Salvage
	Α													
	NATURAL GAS PLANT													
MANUFACT	TURED GAS PRODUCTION PLANT													
305.00	Struct. & Improv.													
	Dieringer	50	R4	-5.00%	06-2021	60	R4	4.7	0%	06-2021	60	R4	4.7	0%
	Swarr	50	R4	-5.00%	06-2037	60	R4	20.5	0%	06-2037	60	R4	20.5	0%
311 00	Liquefied Petroleum Gas Eq.													
311.00	Dieringer	50	R4	-10.00%	06-2021	60	R4	4.7	-5%	06-2021	60	R4	4.7	-5%
	Swarr	50	R4	-10.00%	06-2037	60	R4	20.3		06-2037	60	R4	20.3	-5%
	Swall	30	11.4	10.0070	00 2037	00	114	20.5	370	00 2037	00	114	20.5	370
320.00	Other Eq.	25	R4	0.00%	06-2037	35	S4	16.9	0%	06-2037	35	S4	16.9	0%
UNDERGRO	DUND STORAGE PLANT													
350.30	Easements				06-2043	SQ	UARE	26.8	0%	06-2043	SQ	UARE	26.8	0%
351.10	Struct. & Improv Wells	50	R3	-10.00%	06-2043	55	R4	17.2	-5%	06-2043	55	R4	17.2	-5%
351.20	Struct. & Improv Compressor Stations	50	R3	-10.00%	06-2043	55	R4	24.3	-5%	06-2043	55	R4	24.3	-5%
351.30	Struct. & Improv Meas. & Reg. Eq.	45	R3	-10.00%	06-2043	55	R4	15.0	-5%	06-2043	55	R4	15.0	-5%
351.40	Struct. & Improv Other	45	R3	-10.00%	06-2043	50	S1.5	22.2	-5%	06-2043	50	S1.5	22.2	-5%
352.00	Wells	60	R4	-15.00%	06-2043	60	R4	25.6	-5%	06-2043	60	R4	25.6	-5%
352.20	Reservoirs	60	R4	-15.00%	06-2043	60	R4	26.3	-5%	06-2043	60	R4	26.3	-5%
352.30	Non-Recoverable Natural Gas	50	SQ	0.00%	06-2043	SQ	UARE	26.8	0%	06-2043	SQ	UARE	26.8	0%
353.00	Lines	50	R3	-20.00%	06-2043	55	R4	25.5	-20%	06-2043	55	R4	25.5	-20%
354.00	Compressor Station Eq.	40	R3	-10.00%	06-2043	45	R3	24.2	-10%	06-2043	45	R3	24.2	-10%
355.00	Measuring & Regulating Eq.	40	R2	-10.00%	06-2043	25	L2	13.9	-5%	06-2043	25	L2	13.9	-5%
356.00	Purification Eq.	40	R2	-5.00%	06-2043	45	R3	23.9	-5%	06-2043	45	R3	23.9	-5%
357.00	Other Eq.	25	R3	0.00%	06-2043	30	S0	17.7	0%	06-2043	30	S0	17.7	0%
OTHER STO	PRAGE PLANT													
361.00	Struct. & Improv.	45	R3	0.00%	06-2044	50	R3	25.9	0%	06-2044	50	R3	25.9	0%
362.00	Gas Holders	40	S3	-20.00%	06-2044	40	S3	24.2	-20%	06-2044	40	S3	24.2	-20%
363.00	Purification Eq.	40	R2	-5.00%	06-2044	40	R2.5	23.5	-5%	06-2044	40	R2.5	23.5	-5%
364.00	Transportation EQ.	25	L2	10.00%	06-2044	25	L3	12.8	10%	06-2044	25	L3	12.8	10%
DISTRIBUTI	ION PLANT													
374.20	Easements	50	SQ	0.00%		65	R4	62.0	0%		65	R4	62.0	0%
374.30	Easements - From Transmission	50	SQ	0.00%		65	R4	53.9	0%		65	R4	53.9	0%
375.00	Struct. & Improv.	45	R3	-5.00%		45	R3	35.6	-5%		45	R3	35.6	-5%
376.20	Mains - Plastic	50	R4	-35.00%		60	R3	48.3	-50%		60	R3	48.3	-20%
376.40	Mains - Wrapped Steel	50	R4	-50.00%		60	R2	47.1	-50%		60	R2	47.1	-20%
376.50	Mains - Cathodic Protection		SQ	-7.00%		30	S2.5	19.7	0%		30	S2.5	19.7	0%
378.00	Measuring & Regulating Station Eq.	30	R1.5	-20.00%		39	S0.5	29.4	-50%		39	S0.5	29.4	-20%
380.10	Services - Cathodic Protection		SQ	-13.00%		30	S2.5	20.1	0%		30	S2.5	20.1	0%
380.20	Services - Plastic	40	R2.5	-75.00%		50	R2	39.8	-75%		50	R2	39.8	-60%

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			Curre	nt	PSE Proposed				Public Counsel Proposed					
			Iowa	Future			lowa	Avg	Future			lowa	Avg	Future
		Proj	Curve	Net		Proj	Curve	Rem	Net		Proj	Curve	Rem	Net
Account	Description	Life	Shape	Salvage	AYFR	Life	Shape	Life	Salvage	AYFR	Life	Shape	Life	Salvage
	A NATURAL GAS PLANT													
380.30	Services - Wrapped Steel	40	R2.5	-75.00%		50	R2	21.9	-75%		50	R2	21.9	-60%
381.00	Meters	35	R3	0.00%		39	R2.5	24.4	-25%		39	R2.5	24.4	-25%
382.00	Meter Installations	40	R2.5	0.00%		47	S1	36.6	-10%		47	S1	36.6	-10%
383.00	House Regulators	40	R4	-10.00%		50	R3	37.7	0%		50	R3	37.7	0%
384.00	House Regulator Installations	40	R4	0.00%		50	R3	38.3	0%		50	R3	38.3	0%
385.00	Industrial Measuring & Regulating Station Eq.	30	R2.5	-10.00%		25	R0.5	15.5	-10%		25	R0.5	15.5	-10%
386.00	Residential & Commercial Water Heaters & Conversion Burners													
	Fully Accrued			0.00%	1	ULLY A	ACCRUE	0.0	0%		FULLY /	ACCRUE	0.0	0%
	Amortized			0.00%		10	SQ	7.1	0%		10	SQ	7.1	0%
387.00	Other Equipment	25	R3	0.00%		12	L1	8.2	0%		12	L1	8.2	0%
GENERAL PI	LANT													
390.00	Struct. & Improv.	35	R4	-5.00%		40	R1.5	22.7	0%		40	R1.5	22.7	0%
391.10	Office Furniture & Equipment													
	Fully Accrued	20	SQ	0.00%	ļ	ULLY A	ACCRUE	0.0	0%		FULLY /	ACCRUE	0.0	0%
	Amortized	20	SQ	0.00%		20	SQ	15.5	0%		20	SQ	15.5	0%
391.20	Office Furniture & Equipment - Computers	5	SQ	0.00%		5	SQ	2.0	0%		5	SQ	2.0	0%
392.00	Transportation Eq.	10	SQ	10.00%		12	L3	5.7	10%		12	L3	5.7	10%
393.00	Stores Eq.	20	SQ	0.00%	ļ	ULLY	ACCRUE	0.0	0%		FULLY A	ACCRUE	0.0	0%
394.00	Tools, Shop, & Garage Eq.													
	Fully Accrued	20	SQ	0.00%	- 1	ULLY A	ACCRUE	0.0	0%		FULLY A	ACCRUE	0.0	0%
	Amortized	20	SQ	0.00%		20	SQ	9.3	0%		20	SQ	9.3	0%
395.00	Laboratory Eq.													
	Fully Accrued	20	SQ	0.00%	1	ULLY A	ACCRUE	0.0	0%		FULLY /	ACCRUE	0.0	0%
	Amortized	20	SQ	0.00%		20	SQ	10.6	0%		20	SQ	10.6	0%
396.00	Power Operated Eq.	15	SQ	10.00%		14	L3	4.3	10%		14	L3	4.3	10%
397.00	Communication Eq.													
	Fully Accrued	15	SQ	0.00%	I	ULLY	ACCRUE	0.0	0%		FULLY /	ACCRUE	0.0	0%
	Amortized	15	SQ	0.00%		15	SQ	10.4	0%		15	SQ	10.4	0%
398.00	Misc. Eq.													
	Fully Accrued	15	SQ	0.00%	1	ULLY	ACCRUE	0.0	0%		FULLY /	ACCRUE	0.0	0%
	Amortized	15	SQ	0.00%		15	SQ	9.7	0%		15	SQ	9.7	0%