PUGET SOUND ENERGY

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

March 31, 2020

Filed Via Web Portal

Mr. Mark L. Johnson, Executive Director and Secretary Washington Utilities and Transportation Commission 621 Woodland Square Loop SE Lacey, WA 98503

Re: **Advice No. 2020-11**

PSE Electric Tariff Revision - Filed Electronically

Dear Mr. Johnson:

Puget Sound Energy ("PSE") hereby submits proposed revisions to rates under its electric Schedule 142, Revenue Decoupling Adjustment Mechanism. This filing, pursuant to RCW 80.28.060 and Chapter 480-80 WAC, proposes revisions to the following electric tariff sheet:

WN U-60, Tariff G - (Electric Tariff):

7th Revision of Sheet No. 142-H - Revenue Decoupling Adjustment Mechanism (Continued)

The purpose of this filing is to implement changes to rates under the established Revenue Decoupling Adjustment Mechanism, as provided in the Commission's Order 08 in Dockets UE-170033 and UG-170034 (consolidated). PSE will submit its Commission Basis Report (compliant with WAC 480-100-257) for the twelve months ending December 2019 which also supports the Earnings Test calculation in this filing. The work papers supporting this filing include information in compliance with reporting on the impacts of decoupling consistent with Paragraph 9 in Order 08.

Schedule 142 is a mechanism for adjusting rates, both up and down, for defined Decoupled Customers. Decoupled Customers include those customers receiving service under Schedules 7, 7A, 8, 10, 11, 12, 24, 25, 26, 29, 31, 35, 40 and 43 ("Decoupled Customers"). The rates calculated for Decoupled Customers in this filing true-up the deferral of the difference between allowed and actual volumetric decoupling revenue during calendar year 2018.

Consistent with the requirements of Order 08, the rates proposed herein reflect the results of the Earnings Test, in accordance with Paragraph 308 of Order 08. The Earnings Test is derived from Mr. Mark L. Johnson March 31, 2020 Advice No. 2020-11 Page 2 of 3

the results of the Commission Basis Report excluding normalizing adjustments. The Earnings Test resulted in a rate of return that was less than the authorized rate of return. Accordingly, this filing incorporates no earnings share to customers.

This proposal represents an average increase in overall bills of 0.22 percent for Decoupled Customers and a revenue increase of \$4.4 million. However, some rate schedules would see a decrease. The typical residential customer using 900 kWh per month would experience an increase of \$0.11 per month.

The tariff sheet described herein reflects an issue date of March 31, 2020 and an effective date of May 1, 2020. Posting of proposed tariff changes, as required by WAC 480-100-193, is being made by posting the proposed tariff sheet on the PSE web site coincident with the date of this transmittal letter. Notice to the public under the provisions of WAC 480-100-194 is being provided through a published notice.

Please contact Julie Waltari at julie.waltari@pse.com or Lena Zakharova at lena.zakharova@pse.com or for additional information about this filing. If you have any other questions please contact me at (425) 456-2142.

Sincerely,

/s/Jon A. Pílíarís

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

Attachment: Electric Tariff Sheet (listed above) Work Papers