

Account	Description	Sep '16 AMA	Rate Base	Non-Operating		Working	Earns Interest	Comments	Change if needed
				Operating	Non-Operating	Capital			
12800011	Ferndale Land Lease Escrow - 2046	1,662,234		X			Yes	Amounts held in escrow associated with the Ferndale Generating Station land lease with Philips 66. Included in Operating Section of Non-Operating.	Because the account earns interest, the treatment should be Non-Operating section of Non-Operating.
13400332	LNG Facility Port of Tacoma Escrow	1,088,552				X	Yes	Escrow account required by terms of land lease with Tacoma for LNG plant. Escrow deposit has been made.	Because the account earns interest, the treatment should be Non-Operating section of Non-Operating.
13600013	Temporary Cash Investments-Taxable	1,500,000		X			Yes	Represents investments in excess cash for short periods of time	Because the account earns interest, the treatment should be Non-Operating section of Non-Operating.
16500901	Prepaid - LSR Leaseholder Minimum Rent	54,215		X			No	Land lease payments for LSR facility - account is closed, see 16502191	Prepaid operating accounts should be in Working Capital. Coding change not necessary as account is closed. See 16502191.
16502103	Prepaid-Doble Engeneering Equip Lease-ST	55,809				X	No	Prepayment account used for equipment Rental Fee and Test equipment Software at Shuffleton Substation. Prepaid operating accounts should get Working Capital Treatment.	
16502191	Prepaid - LSR Leaseholder Minimum Rent	293,079				X	No	Land lease payments for LSR facility. Prepaid operating accounts should get Working Capital Treatment.	
18600053	ZCLM Damage Claim Orders	4,637,544				X	No	Damage Claim Order – Used to collect all costs associated with damage to our Electric & Gas Facility/Equipment(Capital & Non-Capital). Those costs are billed to all Damaging Parties or written off if we are unable to collect. Costs are eventually cleared to the 143 receivable account where billed. Similar to accounts receivable which receives Working Capital Treatment.	
18600293	Real Estate Reimbursable Projects	93,139			X		No	Tenant Improvements to be reimbursed by landlord for Eastgate facility	Account is similar to accounts receivable or payable account so should receive Working Capital Treatment
18600943	PSE 4th Flr Sublease Direct Leasing Cos	304,110				X	No	Tenant Improvement Reimbursements. Amortize over 4 years. Receives Working Capital Treatment similar to accounts receivable.	
19000471	Deferred FIT - Horizon Wind Energy Paym	3,786,069				X	No	DFIT associated with royalty payments for PSE wind facilities. Royalty payments accrued through accounts payable, so Working Capital Treatment matches treatment of underlying account.	
19000473	DFIT - AMT Credit Carryforward	2,562,568				X	No	AMT Credit Carryforward remaining from 2006 Tax Return. Working Capital Treatment follows taxes payable/receivable accounts.	
19000491	DFIT - BPA Transmission Eq Reserve LT	2,041,609			X		No	Underlying account is 25300201 GAAP Equity Reserve on LSR LGIA. PSE is not allowed to recognize the equity return on ratebase for GAAP purposes. Therefore, an equity reserve was booked related to the Return on LSR BPA LGIA Trans Dep Reg Asset for the difference between regulatory and GAAP accounting. This is a GAAP only entry that is not recognized for rate making and so receives Non-Operating Treatment. The DFIT matches the Non-Operating Treatment of the underlying account.	
19000573	DFIT Bothel Data Ctr. - Ppd Lease Expense	253,090	X				No	Underlying account is 25300443. Bothel Data Center Landlord Incentives began December 2010 and goes until June 2021. Amortizes to 931 lease expense. GAAP accounting related to Plant in Service, Ratemaking treatment intended to neutralize the effects of the GAAP accounting. Treatment for DFIT mirrors underlying account.	
21100383	SFAS 123R Tax Windfall Benefit	(491,575)			X		No	Related to restricted stock issued to employees in PSE's LTIP plan. PSE's LTIP plan is not allowed for ratemaking, therefore, treated as Non-Operating.	
23500003	Customer Deposits - Common	(28,342,777)	X				Yes	Customer deposits are a reduction to rate base for PSE.	

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24400001 (1)	Unrealized Loss ST - Core Pwr/Gas for Pwr	(70,870,555)			X		No	Accounting associated with unrealized gains/losses accounted for under ASC 815 which is not allowed for rate making, therefore treated as Non-Operating.	
24400002 (1)	Unrealized Loss ST - Core Gas	(39,723,704)			X		No	Accounting associated with unrealized gains/losses accounted for under ASC 815 which is not allowed for rate making, therefore treated as Non-Operating.	
24400011 (1)	Unrealized Loss LT - Core Pwr/Gas for Pwr	(21,977,844)			X		No	Accounting associated with unrealized gains/losses accounted for under ASC 815 which is not allowed for rate making, therefore treated as Non-Operating.	
24400012 (1)	Unrealized Loss LT - Core Gas	(12,389,405)			X		No	Accounting associated with unrealized gains/losses accounted for under ASC 815 which is not allowed for rate making, therefore treated as Non-Operating.	
19002003 (1)	DFIT NOL Carryforward-ST	86,592,241	X				No	Part of Rate Base- This is Recorded Net Operating Loss Carryforwards for the Company-Due to Bonus Depreciation. Rate base treatment approved in UE-111048/UG-111049	
25300011	J Harvey Const Encroach. Dep/BPA Kitsap	(5,238)				X	No	Deposit received for consent to use PSE transmission right of way. Working Capital Treatment similar to accounts payable accounts.	
25302223	Operating Leases Oligation	(7,152,977)			X		No	To Book cash vs Straight-line lease payment entries Summitt Bldg,Bothel call Center, Summitt Bldg Parking, Redmond West, Lincoln Executive Center, Port of Tacoma, Bellingham Office Newill LLC, Oak Harbour. Capital lease accounting not allowed for rate making, therefore treated as Non-Operating.	

(1) 19002003 is not an offsetting account to the 244 accounts as was indicated in item k. of the data request.