

August 1, 2017

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

Re: Report of Weighted Average Cost of Propane Fuel Inventory Second Quarter - 2017

Dear Mr. King:

Pursuant to WN U-2 tariff for natural gas service of Puget Sound Energy ("PSE") Supplemental Schedule No. 101 Gas Cost Rates, PSE is filing its Report of Weighted Average Cost of Propane Fuel Inventory for the three months ended June 2017.

The weighted average cost to PSE of propane fuel inventory at the end of the second quarter of 2017 was \$3.58593 per therm. The weighted average cost of propane charged to customers for the next billing period will be \$3.73932, which is the minimum approved banded rate. PSE will make an August filing to request a downward adjustment to the banded rate.

Please contact Julie Waltari at (425) 456-2945 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 Director, State Regulatory Affairs Puget Sound Energy PO Box 97034, PSE-08N Bellevue, WA 98009-9734 425-456-2110 ken.s.johnson@pse.com

cc: Sheree Carson, Perkins Coie

Attachment: Report