



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

January 30, 2018

Filed Via Web Portal

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

RE: **Advice No. 2018-09**
Natural Gas Tariff Filing – Filed Electronically

Dear Mr. King:

Pursuant to RCW 80.28.060 and Chapter 480-80 WAC, please find enclosed for filing the following proposed revision to the WN U-2, tariff for natural gas service of Puget Sound Energy (“PSE”):

10th Revision of Sheet No. 42 - Rule No. 28: Income Tax Rider-Contributions in Aid of Construction

The purpose of this filing is to revise the rate for Rule No. 28: Income Tax Rider-Contributions in Aid of Construction that was not updated correctly in PSE’s most recent Rule No. 28 filing, UG-171202, because of a calculation error. The currently proposed tariff Sheet No. 42 sets forth the correct rate for the Rule No. 28 rate that reflects both the following:

1. The latest overall rate of return and capital structure approved in the PSE’s most recent rate case (consolidated Dockets UE-170033 and UG-170034) and
2. The certain tax and depreciation provisions of the 2017 federal tax reform bill (otherwise known as “H.R.1” or Tax Cuts and Jobs Act).

A revised tariff sheet regarding the electric service income tax rider, Schedule 87, is also being filed concurrently under Advice No. 2018-08.

The tariff sheet described herein reflects an issue date of January 30, 2018, and an effective date of March 2, 2018. Notice and posting of the proposed tariff change, as required by law and the Commission’s rules and regulations, is being completed immediately prior to or coincident with the date of this transmittal letter through web, telephone and mail access in accordance with WAC 480-90-193. In addition, a

Received
Records Management
2018 JAN 30 AM 08:32
State Of WASH.
UTIL. AND TRANSP.
COMMISSION

customer will receive an individual notice through the quoted price prior to incurring the Rule No. 28 charge.

Please contact Mei Cass at (425) 462-3800 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: Lisa Gafken, Public Counsel
Sheree Carson, Perkins Coie

Attachments:
Natural Gas Tariff Sheet, listed above