



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

March 31, 2020

Filed Via Web Portal

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

Re: Electric Accounting Report Pursuant to WAC 480-100-257

Dear Mr. Johnson,

Attached is Puget Sound Energy's ("PSE") Electric Commission Basis Reports ("CBR") showing Restated Results of Operations for the twelve-month period ended December 31, 2019. This report was prepared following the requirements of WAC 480-100-257 and therefore this report does not necessarily reflect all adjustments that PSE would submit in a rate filing. Additionally, there are no pro-forma or annualizing adjustments made in this report in accordance with WAC 480-100-257.

The results show a normalized overall rate of return of 6.81 percent and a return on actual common equity of 8.44 percent, compared with PSE's blended authorized rate of return of 7.51 percent and return on common equity of 9.50 percent based on two months of the 2017 general rate case in UE-170033 and UG-170034 and ten months of the 2018 expedited rate case in UE-180899 and UG-180900. Pursuant to Paragraph 308 and 309 of Order 08 in UE-170033 and UG-170034, the earnings sharing test, which provides for equal sharing between PSE and its customers of any earnings that exceed the Company's overall rate of return will continue but has been modified to remove normalizing adjustments from the calculation. These modifications to the electric CBR results provides for an electric rate of return for earnings sharing purposes of 6.74%. As PSE also did not earn above its authorized return for earnings sharing purposes, no earnings sharing will be included in the Schedule 142 filing made concurrent with this filing.

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UTIL. AND TRANSP.
COMMISSION

Mr. Mark L. Johnson, Executive Director and Secretary

March 31, 2020

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Please contact me at (425) 457-5854 should you have any questions.

Regards,

/s/ Stacy Smith

Stacy W. Smith

Manager of Revenue Requirement

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stacy.smith@pse.com

Attachments:

PSE-WP-Electric-December-2019-CBR-(3-31-20).zip