EXHIBIT NO. ____ (PMR-4)
DOCKETS UE-170033/UG-170034
2017 PSE GENERAL RATE CASE
WITNESS: PATRICK M. RISKEN

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMMISSION,

Complainant,

v.

Docket UE-170033 Docket UG-170034

PUGET SOUND ENERGY,

Respondent.

EXHIBIT PMR-4 TO THE

CROSS-ANSWERING TESTIMONY OF

PATRICK M. RISKEN

ON BEHALF OF THE STATE OF MONTANA

August 9, 2017

NON-CONFIDENTIAL

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Puget Sound Energy 2017 General Rate Case

NWEC-RNW-NRDC DATA REQUEST NO. 006

NWEC-RNW-NRDC DATA REQUEST NO. 006:

If, at the time of actual work to decommission and remediate Colstrip units 1 and 2, it is determined that the retirement account PSE is proposing to establish in this docket is insufficient to cover the costs associated with decommissioning and remediating Colstrip units 1 and 2, what funds will be utilized by PSE to fully fund remediation and decommissioning? Please also explain any regulatory implications of this possibility.

Response:

With both the remaining balance of the Hydro Treasury Grants and the production tax credits designated for the Colstrip Units 1 and 2 retirement account, PSE anticipates this will be sufficient to cover the costs associated with decommissioning and remediation based on the current estimated decommissioning and remediation costs.

However, should the balances prove to be inadequate to fully fund the decommissioning and remediation costs associated with Colstrip Units 1 and 2, the unrecovered costs would be considered regulatory assets that would need to be recovered from customers over a future time period.