



STATE OF WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION

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January 10, 2023

RE: *Washington Utilities and Transportation Commission v. Puget Sound Energy*,
Docket UE-220066, UG-220067, and UG-210918 (*Consolidated*)

TO ALL PARTIES:

On December 22, 2022, the Washington Utilities and Transportation Commission (Commission) entered Order 24/10, Rejecting Tariff Sheets; Approving Settlements, with Conditions; Authorizing and Requiring Compliance Filing (Order 24/10) in consolidated Dockets UE-220066, UG-220067, and UG-210918 (Dockets). Order 24/10, among other things, required Puget Sound Energy (PSE or Company) to make a compliance filing in these Dockets to recover in prospective rates its revenue deficiency of \$223 million in year one and \$38 million in year two for electric operations, and to recover in prospective rates its revenue deficiency of \$70.6 million for rate year one and \$18.8 million for rate year two for the Company's natural gas operations.

On December 27, 2022, PSE submitted its compliance filing and revised tariff sheets to comply with Order 24/10, with a stated effective date of January 5, 2023. PSE later submitted revised tariff sheets on December 28, 2022, and January 3, 2023, after discovering the need to correct certain charges contained in its tariffs.

On January 3, 2023, Commission staff (Staff) filed a letter in this docket stating that Staff had reviewed the revised tariff sheets and believes the filing complies with the terms of Order 24/10. Also on January 3, the Commission issued a Notice Permitting Additional Responses to Compliance Filing (Notice), requesting that Staff clarify how the revenue increases discussed in Staff's letter comply with Order 24/10 and allowing other parties the opportunity to respond.

On January 4, 2023, PSE and Staff submitted additional responses to the Company's compliance filing. Both PSE and Staff attribute significant increases in power costs to the impacts of the Climate Commitment Act on the Company's dispatch modeling. PSE provided workpapers to the Commission in support of its clarifying response.

On January 4, 2023, the Commission entered Order 25/11, Staying Effectiveness of Compliance Filing; Providing for Further Process (Order 25/11), which stayed the effect of the filed tariff sheets pending further Commission action, allowing the Commission time to make a thorough review of the compliance filing.

On January 6, 2023, the Commission entered Order 26/12, Rejecting Compliance Filing, in Part; Requiring Revised Compliance Filing; Providing for Further Process (Order 26/12). Order 26/12 required PSE to, among other things, file a revised compliance filing that removed \$135.8 million related to PSE's recovery of projected costs related to the Climate Commitment Act's impacts on PSE's use of natural gas and coal-fired resources.

On January 9, 2023, PSE submitted its second compliance filing to comply with Order 24/10 and Order 26/12.

On January 10, 2023, Staff filed a letter in this docket stating that Staff had reviewed the revised compliance filing and believes that it complies with the Commissions expectations as detailed in the Orders.

The Commission accepts that the revised tariff sheets filed on January 9, 2023, by PSE comply with Order 24/10 and Order 26/12 and may go into effect on January 11, 2023.

AMANDA MAXWELL
Executive Director and Secretary