

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**Dockets UE-170033 and UG-170034
Puget Sound Energy
2017 General Rate Case**

WUTC STAFF DATA REQUEST NO. 410

WUTC STAFF DATA REQUEST NO. 410:

As attachment D of its response to WUTC Staff Data Request No. 323, PSE provided the meeting minutes of the Energy Management Committee (EMC) for October 16, 2014. With regard to approval of the EIM proposal on the agenda that day, the minutes state: "All of the EMC responded (electronically) in favor to approve the recommendation. A copy of the email correspondence is included in the electronic and hard copy EMC folders."

Please provide the email correspondence, referenced above, documenting the EMC's approval of the EIM proposal.

Response:

Attached as Attachment A to Puget Sound Energy's ("PSE") Response to WUTC Staff Data Request No. 410 is a copy of the email correspondence of the voting members of the Energy Management Committee providing approval of PSE's participation in the Energy Imbalance Market.

ATTACHMENT A to PSE's Response to WUTC Staff Data Request No. 410

Mullally, Michael

From: Wiegand, Paul
Sent: Monday, October 20, 2014 5:08 PM
To: Doyle, Dan; Gilbertson, Booga K.; Secrist, Steve; Hoerner, Joseph P -Joe; Mills, David E
Cc: Daitch, Charles; Mullally, Michael; Apperson, Erin; Johnson, Kenneth S; DeBoer, Tom - Marketing
Subject: RE: EIM Approval Request

Same here.

From: Doyle, Dan
Sent: Monday, October 20, 2014 2:46 PM
To: Gilbertson, Booga K.; Secrist, Steve; Hoerner, Joseph P -Joe; Wiegand, Paul; Mills, David E
Cc: Daitch, Charles; Mullally, Michael; Apperson, Erin; Johnson, Kenneth S; DeBoer, Tom - Marketing
Subject: RE: EIM Approval Request

I vote yes.

Daniel A. Doyle
Senior Vice President and
Chief Financial Officer
Puget Sound Energy
10885 NE 4th Street
Bellevue, WA 98004-5591

Office: 425-462-3193
Cell: 425-749-6669

From: Gilbertson, Booga K.
Sent: Monday, October 20, 2014 2:23 PM
To: Secrist, Steve; Hoerner, Joseph P -Joe; Wiegand, Paul; Doyle, Dan; Mills, David E
Cc: Daitch, Charles; Mullally, Michael; Apperson, Erin; Johnson, Kenneth S; DeBoer, Tom - Marketing
Subject: RE: EIM Approval Request

Second the motion

From: Secrist, Steve
Sent: Monday, October 20, 2014 2:15 PM
To: Hoerner, Joseph P -Joe; Wiegand, Paul; Gilbertson, Booga K.; Doyle, Dan; Mills, David E
Cc: Daitch, Charles; Mullally, Michael; Apperson, Erin; Johnson, Kenneth S; DeBoer, Tom - Marketing
Subject: RE: EIM Approval Request

I move that PSE take the necessary steps to participate in the California ISO's energy imbalance market, recognizing that the expected go live date of PSE's participation in the EIM is presently April 1, 2016.

From: Hoerner, Joseph P -Joe
Sent: Monday, October 20, 2014 1:53 PM
To: Wiegand, Paul; Gilbertson, Booga K.; Doyle, Dan; Secrist, Steve; Mills, David E

Cc: Daitch, Charles; Mullally, Michael; Apperson, Erin; Johnson, Kenneth S; DeBoer, Tom - Marketing Page 4 of 4
Subject: EIM Approval Request

EMC,

Pursuant to my request at the October 16, 2014 EMC meeting recommending your approval of PSE's participation in the California ISO's energy imbalance market contingent upon discussions with the WUTC, those discussions with the commissioners and staff have taken place.

The commissioners appreciated the briefing and asked a lot of good questions. Our perception was they felt the facts were compelling for supporting participation in the CAISO EIM and this approach provided the greatest benefits, both financially and reliably to our customers.

Therefore, I request your approval for PSE to participate in the CAISO energy imbalance market. To summarize, potential benefits for PSE range between \$18.3 million and \$30 million per year, startup cost are estimated to be \$14.2 million including contingencies, and ongoing cost are estimated to be \$3.5 million per year. The expected go live date of PSE's participation in the EIM is April 1, 2016.

Attached for your convenience is the October 16, 2014 EMC presentation.

Please reply to all your approval or disapproval of this request.

Pending your approval, our decision to participate in the EIM would not become public until we have completed our outreach efforts with FERC staff and the NW congressional delegation. This is anticipated to happen in early November.

Thank you,

Joe