Exh. JTW-2 Dockets UE-190529/UG-190530 and UE-190274/UG-190275 (consolidated) Witness: James T. Woodward

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

DOCKETS UE-190529 and UG-190530 (consolidated)

Complainant,

v.

PUGET SOUND ENERGY,

Respondent.

In the Matter of the Petition of

PUGET SOUND ENERGY

For an Order Authorizing Deferral Accounting and Ratemaking Treatment for Short-life UT/Technology Investment DOCKETS UE-190274 and UG-190275 (consolidated)

EXHIBIT TO CROSS-ANSWERING TESTIMONY OF

James T. Woodward

STAFF OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

NWEC Response to UTC Staff Data Request No. 3

January 15, 2020

Exh. JTW-2 Dockets UE-190529-30 and UE-190274-75 (consol.) Page 1 of 1

Washington Utilities and Transportation Commission Dockets UE-190529/UG-190530 and UE-190274/UG-190275 January 3, 2020

UTC STAFF DATA REQUEST NO. 3:

In Exh. WMG-1T at 17:16-18, NWEC witness Gerlitz describes the costs typically included in the tariff amount in a "tariff" OBRP as "a simple annual percentage rate (APR) calculation with three primary variables: cost to install the upgrades and any fees, the cost of capital, and the duration of cost recovery."

- a. Has NWEC considered how the utility recovers administrative and other program costs, delineated what these costs are, and indicated in which accounts these costs would be recorded?
- b. If so, please provide a reference to NWEC's testimony on the matter.
- c. If not, what does NWEC believe are relevant costs, how should these costs be recovered and from whom?

RESPONSE TO UTC STAFF DATA REQUEST NO. 3:

- a. No.
- b. Not applicable.
- c. NWEC suggests that these matters are better informed by actual costs and program design, which is something to be discussed and considered by the Company's Conservation Resources Advisory Group (CRAG). NWEC does not wish to presume answers prior to CRAG conversations on the matter.