

**EXH. SEF-28  
DOCKETS UE-190529/UG-190530  
UE-190274/UG-190275  
2019 PSE GENERAL RATE CASE  
WITNESS: SUSAN E. FREE**

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY,**

**Respondent.**

**Docket UE-190529  
Docket UG-190530 (*Consolidated*)**

**In the Matter of the Petition of**

**PUGET SOUND ENERGY**

**For an Order Authorizing Deferral  
Accounting and Ratemaking Treatment  
for Short-life IT/Technology Investment**

**Docket UE-190274  
Docket UG-190275 (*Consolidated*)**

**ELEVENTH EXHIBIT (NONCONFIDENTIAL) TO THE  
PREFILED REBUTTAL TESTIMONY OF**

**SUSAN E. FREE**

**ON BEHALF OF PUGET SOUND ENERGY**

**JANUARY 15, 2020**

**PUGET SOUND ENERGY, INC.  
Electric Tariff G**

**SCHEDULE 95A  
FEDERAL INCENTIVE TRACKER**

**APPLICABILITY:**

1. This Federal Incentive Tracker rate shall be applicable to the electric energy delivered to Customers under any schedule contained in this tariff except those Customers served on Schedules 448, 449, 458 and 459 or Customers served under any special contract unless specifically included by such special contract.
2. Except those Treasury grants passed through to Customers in accordance with the October 23, 2013 order in Docket Nos. UE-UE-130583, UE-130617, UE-131099, and UE-131230 (the "Final Order"), the rates in this schedule shall include the sum of: (i) the Treasury Grants that the Company has received and that are eligible to be credited to Customers under Section 1603(d) of the American Recovery and Reinvestment Act of 2009 and applicable interest on the unamortized grant balance ("Grants"); (ii) production tax credits available in the Schedule 95A rate year following the year that such production tax credits are utilized on the Company's tax return; and (iii) any tax benefits for manufacturing allowed under §199 of the Internal Revenue Code in the Schedule 95A rate year following the year that such tax benefits are utilized on a tax return (ii and iii collectively, "Credits").
3. The rates in this schedule shall be adjusted annually to pass through the Credits and Grants for the Schedule 95A rate year adjusted by any true-up described in the Purpose section below.

**PURPOSE:**

1. To pass the benefits associated with specific energy generation through to Customers. This rate will be adjusted annually to include the Credits and Grants available to be passed through under this rate schedule to Customers for the rate year plus or minus any difference in the amount of Credits and Grants actually credited to Customers under this rate schedule during the current year when compared to the amount estimated to be passed through under this rate schedule. This adjustment will adjust the tracker due to actual load being different than the forecasted load used to set the rate. Finally, it will be adjusted for the difference between the estimated rate year Grant interest included in Schedule 95A rates and the actual Grant interest accrued during the rate year on Grants included in this rate schedule. This true-up may result in a Schedule 95A rate/charge being an increase to rates if no offsetting Credits or Grants are available. There will be no interest passed through under this rate schedule for the Grants governed by the Final Order.

**ADJUSTMENT:**

In addition to the rate specified in the otherwise applicable rate schedules:

**MONTHLY RATE:**

<u>SCHEDULE 7*</u>	Energy Charge:	\$(0.002947) per kWh	(R)
<u>SCHEDULE 24*</u>	Energy Charge:	\$(0.002642) per kWh	
<u>SCHEDULES 7A &amp; 25*</u>	Energy Charge:	\$(0.002596) per kWh	
<u>SCHEDULE 26*</u>	Energy Charge:	\$(0.002695) per kWh	(R)

\*Rate applies to the schedule(s) as well as equivalent schedules such as Residential and Farm Schedules.

**Issued:** October 31, 2013  
**Advice No.:** 2013-25

**Effective:** January 1, 2014

**Issued By Puget Sound Energy, Inc.**

By: 

Ken Johnson

**Title:** Director, State Regulatory Affairs

**PUGET SOUND ENERGY, INC.**  
**Electric Tariff G**

**SCHEDULE 95A**  
**FEDERAL INCENTIVE TRACKER (Continued)**

**BASIS:**

The purpose of this schedule is to adjust rates, to the extent that Credits or Grants for electricity are available from the U.S. Government and (a) they are not passed through via the Final Order or (b) when a true-up of Credits or Grants passed through under this Schedule is necessary. (C)

**TIMING OF FILING OF REVISIONS:**

1. Production tax credits, manufacturing deductions and similar deduction or credits ("Credits") are realized when utilized by the Company on its final annual tax return. Requests for revisions to this schedule revising the Credits to be passed through to Customers by this Schedule will be submitted to the Commission by the Company: (C)
  - a. Within sixty (60) days of Credits being earned and utilized by the Company on a final annual tax return; or
  - b. within sixty (60) days of the filing of a tax return that is amended through IRS audit or other future tax events that would change the then current tariff associated with Credits by more than twenty-five percent (25%). Tax returns that are amended through IRS audit or other future tax events that would change the then current tariff associated with Credits by less than twenty-five percent (25%) will be included as a true-up in the annual filing of this tracker.
2. Following the receipt by the Company of other federal incentives related to generation of electricity such as Treasury Grants ("Grants"), other than the Grants governed by the Final Order, the Company will make an appropriate filing with the Commission within sixty (60) days requesting that the grant amortization and associated interest be passed through to Customers. (C)
3. The rates in the schedule shall be adjusted annually to pass through the Credits and Grants passed through under this Schedule for the Schedule 95A rate year adjusted by any true-up described in the Purpose section above. (C)

**ADJUSTMENTS:**

Rates in this schedule and those rates reflected in the schedules for electric service to which the Credits or Grants in the Applicability section above applies, are subject to adjustment by such other schedules in this tariff as may apply.

**GENERAL RULES AND PROVISIONS:**

Service under this schedule is subject to the General Rules and Provisions contained in this tariff (Schedule 80) as they may be modified from time to time and other schedules of such tariff that may from time to time apply as they may be modified from time to time.

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