

IMPORTANT NOTICE FOR PUGET SOUND ENERGY CUSTOMERS ABOUT PROPOSED CHANGES IN RATES

Puget Sound Energy on Oct. 30, 2014, on Nov. 20, 2014, and on Nov. 25, 2014, filed requests with the state Utilities and Transportation Commission (UTC) to adjust electric and natural gas rates. The requested changes, proposed to be effective on Jan 1, 2015, are to line items listed on PSE bills:

- **Federal Wind Power Credit:** Listed on electric bills, the credit is an annual true-up of the pass-through of federal income tax benefits derived from PSE's investments in the utility-owned and operated Hopkins Ridge Wind Facility and the Wild Horse Wind Facility requests to lower the credit, which will increase electric rates.
- **Renewable Energy Credit:** Listed on electric bills, the change in the credit is primarily due to completion of the one-year pass through of proceeds from the sales of the environmental attributes of biogas used to fuel electric generation. The requested lower credit will result in an increase in electric rates.
- **Merger Credit:** Listed on electric and natural gas bills, the Merger Credit, established in February 2009, will be increased, causing a decrease in all electric and some natural gas rates for customers in 2015.

NATURAL GAS RATES: For households with natural gas service using a 12-month average of 68 therms per month, the effect of the adjusted Merger Credit will increase the PSE bill by 1 cent, or 0.01 percent.

ELECTRIC RATES: The combined effect of all three rate changes for the typical residential customer using 1,000 kWh of electricity per month will increase the PSE bill by 90 cents or 0.98 percent in the monthly bill. The overall average change for electric customers is as follows:

Type of Schedule—Electric Service	Percent
Residential—Schedule 7	0.85 Increase
Secondary Voltage General—Schedules 24, 25, 26 and 29	0.83 Increase
Outdoor Lighting—Schedules 50–59	0.11 Increase
Primary Voltage General—Schedules 31, 35, 43	0.83 Increase
Campus Rate—Schedule 40	1.14 Increase
High Voltage General—Schedules 46, 49	1.00 Increase
Choice/Retail Wheeling—Schedules 449, 459	0.19 Decrease

The UTC will review each of these filings, and has the authority to set final rates that may vary from PSE's requests, either higher or lower or structured differently, depending on the results of its review.

Comments or Questions: PSE customers may comment to the UTC on these proposed filings by: using the online comment form, at <http://www.utc.wa.gov/comment>; emailing to comments@utc.wa.gov; faxing to 360-664-4291 or mailing your comments to the UTC at: P.O. Box 47250, Olympia, WA, 98504-7250. If you write, include your name and mailing address, and the name of the company (PSE) and a description of the filings. You may also ask questions of the UTC and request notification of the open meeting at which these proposals will be considered by the commission. The UTC will provide reasonable accommodation to participants with disabilities. If you need such accommodation, please contact the commission at (360) 664-1132 or human_resources@utc.wa.gov.

The public is represented by the Public Counsel Section of the Washington Attorney General's office. You can reach the Public Counsel Section by writing to Public Counsel, Assistant Attorney General, 800 5th Avenue, Suite 2000, Seattle, WA 98104-3188, or by e-mail at utility@atg.wa.gov.

To contact Puget Sound Energy about these proposals: by email, customer care@pse.com; in writing, Puget Sound Energy, ATTN: Customer Care, P.O. Box 97034, Bellevue, WA 98009-9734; by phone, 888-225-5773 (TTY:800-962-9498).