The Energy To Do Great Things Puget Sound Energy, Inc. P.O. Box 97034 Bellevue, WA 98009-9734

July 31, 2015

Mr. Steven V. King Executive Director and Secretary Washington Utilities and Transportation Commission P.O. Box 47250 Olympia, Washington 98504-7250

Report of Weighted Average Cost of Propane Fuel Inventory Re:

Second Quarter - 2015

Dear Mr. King:

Pursuant to WN U-2 tariff for natural gas service of Puget Sound Energy, Inc. ("PSE") Supplemental Schedule No. 101 Gas Cost Rates, please find enclosed the Report of Weighted Average Cost of Propane Fuel Inventory for the three months ended June 2015.

The weighted average cost to PSE of propane fuel inventory at the end of the second quarter of 2015 was \$4.15366 per therm. The weighted average cost of propane charged to customers under the provisions of Schedule 101 during the same period was \$4.73887 per therm. The weighted average cost of propane charged to customers will therefore change to \$4.15366 for third quarter billing, which is within the approved banded rate.

Please contact Julie Waltari at julie.waltari@pse.com or (425) 456-2945 for additional information about this filing. If you have any other questions please contact me at (425) 456-2110.

Sincerely,

E- E. Exet Manager, Regulatery Initiatives & Tariffs for Ken Johnson

Director, State Regulatory Affairs

Enclosures

cc: Simon J. ffitch, Public Counsel Sheree Carson, Perkins Coie