

**PUGET SOUND ENERGY**  
**PERIODIC ALLOCATED RESULTS OF OPERATIONS**  
**FOR THE MONTH ENDED AUGUST 31, 2018**

(Based on allocation factors developed using 12 ME 12/31/2017 information)

	Electric	Gas	Total Amount
1 - OPERATING REVENUES:			
2 - SALES TO CUSTOMERS	\$ 157,603,805	\$ 35,644,060	\$ 193,247,865
3 - SALES FOR RESALE-FIRM	14,425	-	14,425
4 - SALES TO OTHER UTILITIES	22,130,849	-	22,130,849
5 - OTHER OPERATING REVENUES	8,437,291	(596,208)	7,841,083
6 - TOTAL OPERATING REVENUES	\$ 188,186,369	\$ 35,047,853	\$ 223,234,222
7			
8 - OPERATING REVENUE DEDUCTIONS:			
9			
10 - POWER COSTS:			
11 - FUEL	\$ 25,915,518	\$ -	\$ 25,915,518
12 - PURCHASED AND INTERCHANGED	51,573,228	10,238,199	61,811,428
13 - WHEELING	10,038,659	-	10,038,659
14 - RESIDENTIAL EXCHANGE	(5,169,865)	-	(5,169,865)
15 - TOTAL PRODUCTION EXPENSES	\$ 82,357,540	\$ 10,238,199	\$ 92,595,740
16			
17 - OTHER ENERGY SUPPLY EXPENSES	\$ 10,618,345	\$ 490,461	\$ 11,108,806
18 - TRANSMISSION EXPENSE	1,893,335	1,750	1,895,084
19 - DISTRIBUTION EXPENSE	6,791,480	5,574,708	12,366,188
20 - CUSTOMER ACCTS EXPENSES	4,417,942	2,542,542	6,960,484
21 - CUSTOMER SERVICE EXPENSES	1,766,641	257,113	2,023,754
22 - CONSERVATION AMORTIZATION	6,821,369	468,877	7,290,245
23 - ADMIN & GENERAL EXPENSE	8,735,221	3,952,151	12,687,372
24 - DEPRECIATION	28,404,622	9,748,766	38,153,388
25 - AMORTIZATION	6,219,962	2,201,217	8,421,179
26 - AMORTIZ OF PROPERTY LOSS	3,458,238	-	3,458,238
27 - OTHER OPERATING EXPENSES	(1,496,252)	726,632	(769,621)
28 - ASC 815	(2,012,579)	-	(2,012,579)
29 - TAXES OTHER THAN INCOME TAXES	17,030,778	4,598,475	21,629,253
30 - INCOME TAXES	3,784,792	369,052	4,153,844
31 - DEFERRED INCOME TAXES	(4,039,031)	(304,185)	(4,343,216)
32 - TOTAL OPERATING REV. DEDUCT.	\$ 174,752,402	\$ 40,865,756	\$ 215,618,159
<b>NET OPERATING INCOME</b>	<b>\$ 13,433,967</b>	<b>\$ (5,817,904)</b>	<b>\$ 7,616,063</b>

**PUGET SOUND ENERGY**  
**ACTUAL RESULTS OF OPERATIONS**  
**FOR THE MONTH ENDED AUGUST 31, 2018**

	Electric	Gas	Common	Energy N/A	Total Amount
<b>OPERATING INCOME</b>					
1 - OPERATING REVENUES:					
2 - SALES TO CUSTOMERS	\$ 157,603,805	\$ 35,644,060	\$ -	\$ -	\$ 193,247,865
3 - SALES FOR RESALE-FIRM	14,425	-	-	-	14,425
4 - SALES TO OTHER UTILITIES	22,130,849	-	-	-	22,130,849
5 - OTHER OPERATING REVENUES	8,437,291	(596,208)	-	-	7,841,083
6 - TOTAL OPERATING REVENUES	\$ 188,186,369	\$ 35,047,853	\$ -	\$ -	\$ 223,234,222
7					
8 - OPERATING REVENUE DEDUCTIONS:					
9					
10 - POWER COSTS:					
11 - FUEL	\$ 25,915,518	\$ -	\$ -	\$ -	\$ 25,915,518
12 - PURCHASED AND INTERCHANGED	51,573,228	10,238,199	-	-	61,811,428
13 - WHEELING	10,038,659	-	-	-	10,038,659
14 - RESIDENTIAL EXCHANGE	(5,169,865)	-	-	-	(5,169,865)
15 - TOTAL PRODUCTION EXPENSES	\$ 82,357,540	\$ 10,238,199	\$ -	\$ -	\$ 92,595,740
16					
17 - OTHER ENERGY SUPPLY EXPENSES	\$ 10,618,345	\$ 490,461	\$ -	\$ -	\$ 11,108,806
18 - TRANSMISSION EXPENSE	1,893,335	1,750	-	-	1,895,084
19 - DISTRIBUTION EXPENSE	6,791,480	5,574,708	0	-	12,366,188
20 - CUSTOMER ACCTS EXPENSES	2,383,315	1,085,243	3,491,925	-	6,960,484
21 - CUSTOMER SERVICE EXPENSES	1,628,602	157,482	237,671	-	2,023,754
22 - CONSERVATION AMORTIZATION	6,821,369	468,877	0	-	7,290,245
23 - ADMIN & GENERAL EXPENSE	2,909,018	789,108	8,989,246	-	12,687,372
24 - DEPRECIATION	27,016,757	9,020,661	2,115,970	-	38,153,388
25 - AMORTIZATION	2,571,143	286,964	5,563,072	-	8,421,179
26 - AMORTIZ OF PROPERTY LOSS	3,458,238	-	-	-	3,458,238
27 - OTHER OPERATING EXPENSES	(1,496,252)	726,632	0	-	(769,621)
28 - ASC 815	(2,012,579)	-	-	-	(2,012,579)
29 - TAXES OTHER THAN INCOME TAXES	16,766,645	4,447,219	415,389	-	21,629,253
30 - INCOME TAXES	3,784,792	369,052	-	-	4,153,844
31 - DEFERRED INCOME TAXES	(4,039,031)	(304,185)	0	-	(4,343,216)
32 - TOTAL OPERATING REV. DEDUCT.	\$ 161,452,716	\$ 33,352,169	\$ 20,813,274	\$ -	\$ 215,618,159
<b>NET OPERATING INCOME</b>	\$ 26,733,653	\$ 1,695,684	\$ (20,813,274)	\$ -	\$ 7,616,063
<b>NON-OPERATING INCOME</b>					
99 - OTHER INCOME	\$ -	\$ -	\$ -	\$ (3,192,683)	\$ (3,192,683)
999 - INTEREST	-	-	-	17,996,311	17,996,311
9999 - EXTRAORDINARY ITEMS	-	-	-	-	-
<b>TOTAL NON-OPERATING INCOME</b>	\$ -	\$ -	\$ -	\$ 14,803,628	\$ 14,803,628
<b>NET INCOME</b>	<b>\$ 26,733,653</b>	<b>\$ 1,695,684</b>	<b>\$ (20,813,274)</b>	<b>\$ (14,803,628)</b>	<b>\$ (7,187,565)</b>

**PUGET SOUND ENERGY  
INCOME STATEMENT DETAIL  
FOR THE MONTH ENDED AUGUST 31, 2018**

Account Description	Electric	Gas	Common	Total
<i>a-Nov 2017</i>				
<b>1 - OPERATING REVENUES</b>				
2 - SALES TO CUSTOMERS				
(2) 440 - Electric Residential Sales	\$ 74,388,772	\$ -	\$ -	\$ 74,388,772
(2) 442 - Electric Commercial & Industrial Sales	81,691,883	-	-	81,691,883
(2) 444 - Public Street & Highway Lighting	1,523,150	-	-	1,523,150
(2) 480 - Gas Residential Sales	-	20,222,121	-	20,222,121
(2) 481 - Gas Commercial & Industrial Sales	-	13,787,101	-	13,787,101
(2) 489 - Rev From Transportation Of Gas To Others	-	1,634,839	-	1,634,839
(2) SUBTOTAL	157,603,805	35,644,060	-	193,247,865
3 - SALES FOR RESALE-FIRM				
(3) 447 - Electric Sales For Resale	14,425	-	-	14,425
(3) SUBTOTAL	14,425	-	-	14,425
4 - SALES TO OTHER UTILITIES				
(4) 447 - Electric Sales For Resale - Sales	13,214,374	-	-	13,214,374
(4) 447 - Electric Sales For Resale - Purchases	8,916,474	-	-	8,916,474
(4) SUBTOTAL	22,130,849	-	-	22,130,849
5 - OTHER OPERATING REVENUES				
(5) 412 - Lease Inc Everett Delta to NWP - Gas	-	-	-	-
(5) 449.1 - Provision for rate refunds E	-	-	-	-
(5) 450 - Forfeited Discounts	185,159	-	-	185,159
(5) 451 - Electric Misc Service Revenue	1,236,535	-	-	1,236,535
(5) 454 - Rent For Electric Property	1,797,081	-	-	1,797,081
(5) 456 - Other Electric Revenues	1,982,129	-	-	1,982,129
(5) 456.1 - Other Electric Revenues - Transmission	3,236,386	-	-	3,236,386
(5) 487 - Forfeited Discounts	-	62,196	-	62,196
(5) 488 - Gas Misc Service Revenues	-	272,936	-	272,936
(5) 4894 - Gas Revenues from Storing Gas of Others	-	81,669	-	81,669
(5) 493 - Rent From Gas Property	-	472,453	-	472,453
(5) 495 - Other Gas Revenues	-	(1,485,462)	-	(1,485,462)
(5) 496 - Provision for rate refunds G	-	-	-	-
(5) SUBTOTAL	8,437,291	(596,208)	-	7,841,083
<b>(1) TOTAL OPERATING REVENUES</b>	<b>188,186,369</b>	<b>35,047,853</b>	<b>-</b>	<b>223,234,222</b>
<b>10 - ENERGY COST</b>				
11 - FUEL				
(11) 501 - Steam Operations Fuel	8,016,972	-	-	8,016,972
(11) 547 - Other Power Generation Oper Fuel	17,898,546	-	-	17,898,546
(11) SUBTOTAL	25,915,518	-	-	25,915,518
12 - PURCHASED AND INTERCHANGED				
(12) 555 - Purchased Power	50,552,284	-	-	50,552,284
(12) 557 - Other Power Supply Expense	1,020,945	-	-	1,020,945
(12) 804 - Natural Gas City Gate Purchases	-	11,948,153	-	11,948,153
(12) 805 - Other Gas Purchases	-	-	-	-
(12) 8051 - Purchased Gas Cost Adjustments	-	(185,984)	-	(185,984)
(12) 8081 - Gas Withdrawn From Storage	-	197,217	-	197,217
(12) 8082 - Gas Delivered To Storage	-	(1,721,187)	-	(1,721,187)
(12) SUBTOTAL	51,573,228	10,238,199	-	61,811,428
13 - WHEELING				
(13) 565 - Transmission Of Electricity By Others	10,038,659	-	-	10,038,659
(13) SUBTOTAL	10,038,659	-	-	10,038,659
14 - RESIDENTIAL EXCHANGE				
(14) 555 - Purchased Power	(5,169,865)	-	-	(5,169,865)
(14) SUBTOTAL	(5,169,865)	-	-	(5,169,865)
<b>(10) TOTAL ENERGY COST</b>	<b>82,357,540</b>	<b>10,238,199</b>	<b>-</b>	<b>92,595,740</b>
<b>GROSS MARGIN</b>	<b>105,828,829</b>	<b>24,809,653</b>	<b>-</b>	<b>130,638,482</b>
<b>OPERATING EXPENSES</b>				
OPERATING AND MAINTENANCE				
17 - OTHER ENERGY SUPPLY EXPENSES				
(17) 500 - Steam Oper Supv & Engineering	155,978	-	-	155,978
(17) 502 - Steam Oper Steam Expenses	1,242,416	-	-	1,242,416
(17) 505 - Steam Oper Electric Expense	205,656	-	-	205,656
(17) 506 - Steam Oper Misc Steam Power	1,788,111	-	-	1,788,111
(17) 507 - Steam Operations Rents	(19,504)	-	-	(19,504)
(17) 510 - Steam Maint Supv & Engineering	253,432	-	-	253,432
(17) 511 - Steam Maint Structures	267,279	-	-	267,279
(17) 512 - Steam Maint Boiler Plant	332,987	-	-	332,987

(17) 513 - Steam Maint Electric Plant	327,942	-	-	327,942
(17) 514 - Steam Maint Misc Steam Plant	280,370	-	-	280,370
(17) 535 - Hydro Oper Supv & Engineering	194,869	-	-	194,869
(17) 536 - Hydro Oper Water For Power	-	-	-	-
(17) 537 - Hydro Oper Hydraulic Expenses	247,569	-	-	247,569
(17) 538 - Hydro Oper Electric Expenses	18,073	-	-	18,073
(17) 539 - Hydro Oper Misc Hydraulic Exp	177,900	-	-	177,900
(17) 540 - Hydro Office Rents	-	-	-	-
(17) 541 - Hydro Maint Supv & Engineering	24,699	-	-	24,699
(17) 542 - Hydro Maint Structures	10,857	-	-	10,857
(17) 543 - Hydro Maint Res. Dams & Waterways	56,684	-	-	56,684
(17) 544 - Hydro Maint Electric Plant	84,321	-	-	84,321
(17) 545 - Hydro Maint Misc Hydraulic Plant	285,272	-	-	285,272
(17) 546 - Other Pwr Gen Oper Supv & Eng	255,197	-	-	255,197
(17) 548 - Other Power Gen Oper Gen Exp	1,014,773	-	-	1,014,773
(17) 549 - Other Power Gen Oper Misc	309,649	-	-	309,649
(17) 550 - Other Power Gen Oper Rents	548,713	-	-	548,713
(17) 551 - Other Power Gen Maint Supv & Eng	49,250	-	-	49,250
(17) 552 - Other Power Gen Maint Structures	41,973	-	-	41,973
(17) 553 - Other Power Gen Maint Gen & Elec	2,423,204	-	-	2,423,204
(17) 554 - Other Power Gen Maint Misc	40,674	-	-	40,674
(17) 556 - System Control & Load Dispatch	-	-	-	-
(17) 710 - Production Operations Supv & Engineering	-	-	-	-
(17) 717 - Liquefied Petroleum Gas Expenses	-	10,386	-	10,386
(17) 735 - Misc Gas Production Exp	-	-	-	-
(17) 741 - Production Plant Maint Structures	-	-	-	-
(17) 742 - Production Plant Maint Prod Equip	-	-	-	-
(17) 8072 - Purchased Gas Expenses	-	-	-	-
(17) 8074 - Purchased Gas Calculation Exp	-	-	-	-
(17) 8075 - Purchased Gas Other Expense	-	196,568	-	196,568
(17) 812 - Gas Used For Other Utility Operations	-	(1,557)	-	(1,557)
(17) 813 - Other Gas Supply Expenses	-	45,765	-	45,765
(17) 814 - Undergrnd Strge - Operation Supv & Eng	-	15,361	-	15,361
(17) 815 - Undergrnd Strge - Oper Map & Records	-	-	-	-
(17) 816 - Undergrnd Strge - Oper Wells Expense	-	2,580	-	2,580
(17) 817 - Undergrnd Strge - Oper Lines Expense	-	417	-	417
(17) 818 - Undergrnd Strge - Oper Compressor Sta Exp	-	16,225	-	16,225
(17) 819 - Undergrnd Strge - Oper Compressor Sta Fur	-	2,687	-	2,687
(17) 820 - Undergrnd Strge - Oper Meas & Reg Sta Exp	-	-	-	-
(17) 821 - Undergrnd Strge - Oper Purification Exp	-	-	-	-
(17) 823 - Storage Gas Losses	-	-	-	-
(17) 824 - Undergrnd Strge - Oper Other Expenses	-	25,754	-	25,754
(17) 825 - Undergrnd Strge - Oper Storage Well Royalt	-	-	-	-
(17) 826 - Undergrnd Strge - Oper Other Storage Rents	-	-	-	-
(17) 830 - Undergrnd Strge - Maint Supv & Engineering	-	13,102	-	13,102
(17) 831 - Undergrnd Strge - Maint Structures	-	370	-	370
(17) 832 - Undergrnd Strge - Maint Reservoirs & Wells	-	60,332	-	60,332
(17) 833 - Undergrnd Strge - Maint Of Lines	-	-	-	-
(17) 834 - Undergrnd Strge - Maint Compressor Sta Eq	-	20,783	-	20,783
(17) 835 - Undergrnd Strge - Maint Meas & Reg Sta E	-	-	-	-
(17) 836 - Undergrnd Strge - Maint Purification Equip	-	852	-	852
(17) 837 - Undergrnd Strge-Maint Other Equipment	-	917	-	917
(17) 841 - Operating Labor & Expenses	-	79,869	-	79,869
(17) 8432 - Maint Struc & Impro	-	-	-	-
(17) 8433 - Maintenance of Gas Holders	-	-	-	-
(17) 8436 - Maintenance of Vaporizing Equipment	-	-	-	-
(17) 8438 - Maint Measure & Reg	-	-	-	-
(17) 8439 - Other Gas Maintenance	-	-	-	-
(17) 8441 - Gas LNG Oper Sup & Eng	-	48	-	48
(17) SUBTOTAL	10,618,345	490,461	-	11,108,806
<b>18 - TRANSMISSION EXPENSE</b>				
(18) 560 - Transmission Oper Supv & Engineering	244,298	-	-	244,298
(18) 561 - Transmission Oper Load Dispatching	-	-	-	-
(18) 5611 - Transmission Oper Load Dispatching	44,375	-	-	44,375
(18) 5612 - Load Dispatch - Monitor & Oper Trans Syst	104,162	-	-	104,162
(18) 5613 - Load Dispatch - Service and Scheduling	44,290	-	-	44,290
(18) 5615 - Reliability Planning & Standards	201,421	-	-	201,421
(18) 5616 - Transmission Svc Studies	-	-	-	-
(18) 5617 Gen Interconct Studies	229,610	-	-	229,610
(18) 5618 - Reliability Planning	7,137	-	-	7,137
(18) 562 - Transmission Oper Station Expense	122,520	-	-	122,520
(18) 563 - Transmission Oper Overhead Line Exp	114,721	-	-	114,721
(18) 566 - Transmission Oper Misc	206,372	-	-	206,372
(18) 567 - Transmission Oper Rents	23,892	-	-	23,892
(18) 568 - Transmission Maint Supv & Eng	6,380	-	-	6,380

(18) 569 - Transmission Maint Structures	223	-	-	223
(18) 5691 - Transmission Computer Hardware Maint	-	-	-	-
(18) 5692 - Maintenance of Computer Software	15,467	-	-	15,467
(18) 570 - Transmission Maint Station Equipment	125,263	-	-	125,263
(18) 571 - Transmission Maint Overhead Lines	408,438	-	-	408,438
(18) 572 - Transmission Maint Underground Lines	-	-	-	-
(18) 573 - Transm Maint Misc	(5,234)	-	-	(5,234)
(18) 850 - Transmission Oper Supv & Engineering	-	-	-	-
(18) 856 - Transmission Oper Mains Expenses	-	-	-	-
(18) 857 - Transmission Oper Meas & Reg Sta Exp	-	-	-	-
(18) 862 - Transmission Maint Structures & Improveme	-	1,750	-	1,750
(18) 863 - Transmission Maint Supv & Eng	-	-	-	-
(18) 865 - Transmission Maint of measur & regul stator	-	-	-	-
(18) 867 - Transmission Maint Other Equipment	-	-	-	-
(18) SUBTOTAL	1,893,335	1,750	-	1,895,084
<b>19 - DISTRIBUTION EXPENSE</b>				
(19) 580 - Distribution Oper Supv & Engineering	195,347	-	-	195,347
(19) 581 - Distribution Oper Load Dispatching	142,193	-	-	142,193
(19) 582 - Distribution Oper Station Expenses	141,065	-	-	141,065
(19) 583 - Distribution Oper Overhead Line Exp	149,191	-	-	149,191
(19) 584 - Distribution Oper Underground Line Exp	572,092	-	-	572,092
(19) 585 - Distribution Oper St Lighting & Signal	24,841	-	-	24,841
(19) 586 - Distribution Oper Meter Expense	171,684	-	-	171,684
(19) 587 - Distribution Oper Cust Installation	282,615	-	-	282,615
(19) 588 - Distribution Oper Misc Dist Exp	1,580,782	-	-	1,580,782
(19) 589 - Distribution Oper Rents	163,164	-	-	163,164
(19) 590 - Distribution Maint Superv & Engineering	30,320	-	-	30,320
(19) 591 - Distribution Maint Structures	-	-	-	-
(19) 592 - Distribution Maint Station Equipment	143,817	-	-	143,817
(19) 593 - Distribution Maint Overhead Lines	1,858,805	-	-	1,858,805
(19) 594 - Distribution Maint Underground Lines	1,142,478	-	-	1,142,478
(19) 595 - Distribution Maint Line Transformers	15,246	-	-	15,246
(19) 596 - Distribution Maint St Lighting/Signal	131,820	-	-	131,820
(19) 597 - Distribution Maint Meters	46,021	-	-	46,021
(19) 598 - Distribution Maint Misc Dist Plant	-	-	-	-
(19) 870 - Distribution Oper Supv & Engineering	-	201,123	-	201,123
(19) 871 - Distribution Oper Load Dispatching	-	20,234	-	20,234
(19) 874 - Distribution Oper Mains & Services Exp	-	1,522,552	-	1,522,552
(19) 875 - Distribution Oper Meas & Reg Sta Gen	-	79,352	-	79,352
(19) 876 - Distribution Oper Meas & Reg Sta Indus	-	43,613	-	43,613
(19) 878 - Distribution Oper Meter & House Reg	-	251,243	-	251,243
(19) 879 - Distribution Oper Customer Install Exp	-	224,563	-	224,563
(19) 880 - Distribution Oper Other Expense	-	1,152,203	-	1,152,203
(19) 881 - Distribution Oper Rents Expense	-	173,776	-	173,776
(19) 885 - Dist Maint Supv & Engineering	-	4,131	-	4,131
(19) 886 - Maint of Facilities and Structures	-	5,979	-	5,979
(19) 887 - Distribution Maint Mains	-	608,929	-	608,929
(19) 889 - Distribution Maint Meas & Reg Sta Gen	-	74,507	-	74,507
(19) 890 - Distribution Maint Meas & Reg Sta Ind	-	34,213	-	34,213
(19) 892 - Distribution Maint Services	-	1,065,544	-	1,065,544
(19) 893 - Distribution Maint Meters & House Reg	-	63,048	-	63,048
(19) 894 - Distribution Maint Other Equipment	-	49,697	-	49,697
(19) SUBTOTAL	6,791,480	5,574,708	-	12,366,188
<b>20 - CUSTOMER ACCTS EXPENSES</b>				
(20) 901 - Customer Accounts Supervision	-	-	14,693	14,693
(20) 902 - Meter Reading Expense	864,057	623,060	144,488	1,631,605
(20) 903 - Customer Records & Collection Expense	86,468	101,178	3,332,744	3,520,390
(20) 904 - Uncollectible Accounts	1,432,791	361,005	-	1,793,796
(20) 905 - Misc. Customer Accounts Expense	-	-	-	-
(20) SUBTOTAL	2,383,315	1,085,243	3,491,925	6,960,484
<b>21 - CUSTOMER SERVICE EXPENSES</b>				
(21) 908 - Customer Assistance Expense	1,447,182	152,009	79,589	1,678,780
(21) 909 - Info & Instructional Advertising	90,698	5,472	199,675	295,845
(21) 910 - Misc Cust Svc & Info Expense	-	-	283	283
(21) 911 - Sales Supervision Exp	-	-	-	-
(21) 912 - Demonstration & Selling Expense	90,722	-	(41,877)	48,846
(21) 913 - Advertising Expenses	-	-	-	-
(21) 916 - Misc. Sales Expense	-	-	-	-
(21) SUBTOTAL	1,628,602	157,482	237,671	2,023,754
<b>22 - CONSERVATION AMORTIZATION</b>				
(22) 908 - Customer Assistance Expense	6,821,369	468,877	-	7,290,245
(22) SUBTOTAL	6,821,369	468,877	-	7,290,245
<b>23 - ADMIN &amp; GENERAL EXPENSE</b>				
(23) 920 - A & G Salaries	330,500	84,168	5,010,819	5,425,487
(23) 921 - Office Supplies and Expenses	100,520	49,374	839,001	988,896

(23) 922 - Admin Expenses Transferred	(13,790)	(7,234)	(2,782,031)	(2,803,055)		
(23) 923 - Outside Services Employed	65,798	(79,885)	1,376,807	1,362,720		
(23) 924 - Property Insurance	185,349	10,783	(2,582)	193,550		
(23) 925 - Injuries & Damages	83,542	(200,788)	467,682	350,435		
(23) 926 - Emp Pension & Benefits	1,533,847	713,245	1,156,890	3,403,983	62.58%	37.42%
(23) 928 - Regulatory Commission Expense	469,891	78,650	39,305	587,847		
(23) 9301 - Gen Advertising Exp	-	-	-	-		
(23) 9302 - Misc. General Expenses	57,974	45,056	626,206	729,236		
(23) 931 - Rents	19,307	-	506,880	526,187		
(23) 932 - Maint Of General Plant- Gas	-	95,739	-	95,739		
(23) 935 - Maint General Plant - Electric	76,079	-	1,750,269	1,826,348		
(23) SUBTOTAL	2,909,018	789,108	8,989,246	12,687,372		
<b>TOTAL OPERATING AND MAINTENANCE</b>	<b>33,045,464</b>	<b>8,567,627</b>	<b>12,718,842</b>	<b>54,331,933</b>		
<b>DEPRECIATION, DEPLETION AND AMORTIZATION</b>						
<b>24 - DEPRECIATION</b>						
(24) 403 - Depreciation Expense	26,409,613	9,008,692	2,115,970	37,534,275		
(24) 4031 - Depreciation Expense - FAS143	607,144	11,970	-	619,114		
(24) SUBTOTAL	27,016,757	9,020,661	2,115,970	38,153,388		
<b>25 - AMORTIZATION</b>						
(25) 404 - Amort Term-Plant	1,302,715	273,253	5,563,072	7,139,041		
(25) 406 - Amortization Of Plant Acquisition Adj	971,367	-	-	971,367		
(25) 4111 - Accretion Exp - FAS143	297,060	13,711	-	310,771		
(25) SUBTOTAL	2,571,143	286,964	5,563,072	8,421,179		
<b>26 - AMORTIZ OF PROPERTY LOSS</b>						
(26) 407 - Amortization Of Prop. Losses	3,458,238	-	-	3,458,238		
(26) SUBTOTAL	3,458,238	-	-	3,458,238		
<b>27 - OTHER OPERATING EXPENSES</b>						
(27) 4073 - Regulatory Debits	1,069,514	716,939	-	1,786,453		
(27) 4074 - Regulatory Credits	(2,501,992)	-	-	(2,501,992)		
(27) 4116 - Gains From Disposition Of Utility Plant	(62,949)	2,165	-	(60,784)		
(27) 4117 - Losses From Disposition Of Utility Plant	(696)	7,527	-	6,831		
(27) 4118 - Gains From Disposition Of Allowances	(129)	-	-	(129)		
(27) 414 - Other Utility Operating Income	-	-	-	-		
(27) SUBTOTAL	(1,496,252)	726,632	-	(769,621)		
<b>28 - ASC 815</b>						
(28) 421 - FAS 133 Gain	4,601,707	-	-	4,601,707		
(28) 4265 - FAS 133 Loss	(6,614,287)	-	-	(6,614,287)		
(28) SUBTOTAL	(2,012,579)	-	-	(2,012,579)		
<b>TOTAL DEPRECIATION, DEPLETION AND AMORTIZATION</b>	<b>29,537,305</b>	<b>10,034,257</b>	<b>7,679,042</b>	<b>47,250,605</b>		
<b>29 - TAXES OTHER THAN INCOME TAXES</b>						
(29) 4081 - Taxes Other-Util Income	16,766,645	4,447,219	415,389	21,629,253		
(29) SUBTOTAL	16,766,645	4,447,219	415,389	21,629,253		
<b>30 - INCOME TAXES</b>						
(30) 4091 - Fit-Util Oper Income	3,784,792	369,052	-	4,153,844		
(30) SUBTOTAL	3,784,792	369,052	-	4,153,844		
<b>31 - DEFERRED INCOME TAXES</b>						
(31) 4101 - Def Fit-Util Oper Income	3,995,084	666,436	-	4,661,520		
(31) 4111 - Def Fit-Cr - Util Oper Income	(8,034,115)	(970,621)	-	(9,004,736)		
(31) 4114 - Inv Tax Cr Adj-Util Operations	-	-	-	-		
(31) SUBTOTAL	(4,039,031)	(304,185)	-	(4,343,216)		
<b>NET OPERATING INCOME</b>	<b>26,733,653</b>	<b>1,695,684</b>	<b>(20,813,274)</b>	<b>7,616,063</b>		
<b>NON-OPERATING INCOME</b>						
<b>99 - OTHER INCOME</b>						
(99) 4082 - Taxes Other - Other Income	28,877	-	-	28,877		
(99) 4092 - Fit - Other Income	-	-	(1,608,358)	(1,608,358)		
(99) 4102 - Def Fit - Other Income	-	-	(288,648)	(288,648)		
(99) 4112 - Provision for Deferred FIT - Credit & Other Incr	-	-	-	-		
(99) 415 - Revenues From Merchandising And Jobbing	-	-	(11,115)	(11,115)		
(99) 416 - Expenses Of Merchandising And Jobbing	-	-	11,649	11,649		
(99) 417 - Revenues From Non-Utility Operations	-	-	(2,131,400)	(2,131,400)		
(99) 4171 - Merger Related Costs	-	-	-	-		
(99) 4171 - Expenses of Non-Utility Operations	-	-	2,455,730	2,455,730		
(99) 418 - Nonoperating Rental Income	-	-	-	-		
(99) 4181 - Equity in Earnings of Subsidiaries	-	-	-	-		
(99) 419 - Interest And Dividend Income	-	-	(507,219)	(507,219)		
(99) 4191 - Allowance For Other Funds Used During Cons	(900,324)	(533,893)	(554,815)	(1,989,032)		
(99) 421 - Misc. Non-Operating Income	(4,744)	-	(941)	(5,685)		
(99) 4211 - Gain On Disposition Of Property	-	-	-	-		
(99) 4212 - Loss On Disposition Of Property	-	-	-	-		

(99) 4213 - Misc. Non-Op Income - AFUDC(WUTC)	(58,687)	-	-	(58,687)
(99) 4214 - Misc. Non-Op Income - AFUCE	-	-	-	-
(99) 425 - Miscellaneous Amortization	-	-	-	-
(99) 4261 - Donations	630	-	7,250	7,880
(99) 4262 - Life Insurance	-	-	-	-
(99) 4263 - Penalties	-	-	(528,429)	(528,429)
(99) 4264 - Expenses For Civic & Political Activities	91,627	48,070	616,279	755,976
(99) 4265 - Other Deductions	-	-	675,777	675,777
(99) SUBTOTAL	<u>(842,621)</u>	<u>(485,823)</u>	<u>(1,864,239)</u>	<u>(3,192,683)</u>
<i>999 - INTEREST</i>				
(999) 427 - Interest On Long Term Debt	-	-	17,713,320	17,713,320
(999) 4271 - Interest on Preferred Stock	-	-	-	-
(999) 428 - Amortization Of Debt Discount & Expenses	-	-	183,659	183,659
(999) 4281 - Amortization Of Loss On Required Debt	1,280	772	183,620	185,672
(999) 429 - Amortization Of Premium On Debt-Cr	-	-	-	-
(999) 4291 - Amortization Gain On Reacquired Debt	-	-	-	-
(999) 430 - Int on Debt to Assoc. Companies	-	-	-	-
(999) 431 - Other Interest Expense	744,603	146,094	348,436	1,239,133
(999) 432 - Allowances For Borrowed Funds	<u>(608,751)</u>	<u>(346,349)</u>	<u>(370,372)</u>	<u>(1,325,472)</u>
(999) SUBTOTAL	<u>137,132</u>	<u>(199,484)</u>	<u>18,058,663</u>	<u>17,996,311</u>
<i>9999 - EXTRAORDINARY ITEMS</i>				
(9999) 4111 - Def Fit-Cr - Util Oper Income	-	-	-	-
(9999) 435 - Extraordinary Deductions	-	-	-	-
(9999) SUBTOTAL	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL NON-OPERATING INCOME</b>	<b><u>(705,489)</u></b>	<b><u>(685,307)</u></b>	<b><u>16,194,424</u></b>	<b><u>14,803,628</u></b>
<b>NET INCOME</b>	<b>\$ 27,439,142</b>	<b>\$ 2,380,991</b>	<b>\$ (37,007,698)</b>	<b>\$ (7,187,565)</b>

**PUGET SOUND ENERGY**  
**ALLOCATION OF COMMON CHARGES**  
**FOR THE MONTH ENDED AUGUST 31, 2018**  
(Based on allocation factors developed using 12 ME 12/31/2017 information)

FERC Account and Description	Allocated Electric	Allocated Gas	Allocation Method [1]	Share (Allocated Electric / Common)	Share (Allocated Gas / Common)	Common
<b>20 - CUSTOMER ACCTS EXPENSES</b>						
(20) 901 - Customer Accounts Supervision	\$ 8,533	\$ 6,159	1	58.08%	41.92%	\$ 14,693
(20) 902 - Meter Reading Expense	90,435	54,053	2	62.59%	37.41%	144,488
(20) 903 - Customer Records & Collection Expense	1,935,658	1,397,086	1	58.08%	41.92%	3,332,744
(20) 905 - Misc. Customer Accounts Expense	0	0	1	58.08%	41.92%	-
<b>SUBTOTAL</b>	<b>2,034,627</b>	<b>1,457,299</b>				<b>3,491,925</b>
<b>21 - CUSTOMER SERVICE EXPENSES</b>						
(21) 908 - Customer Assistance Expense	46,225	33,364	1	58.08%	41.92%	79,589
(21) 909 - Info & Instructional Advertising	115,971	83,704	1	58.08%	41.92%	199,675
(21) 910 - Misc Cust Svc & Info Expense	165	119	1	58.08%	41.92%	283
(21) 911 - Sales Supervision Exp	-	-	1	58.08%	41.92%	-
(21) 912 - Demonstration & Selling Expense	(24,322)	(17,555)	1	58.08%	41.92%	(41,877)
(21) 913 - Advertising Expense	-	-	1	58.08%	41.92%	-
(21) 916 - Misc. Sales Expense	-	-	1	58.08%	41.92%	-
<b>SUBTOTAL</b>	<b>138,039</b>	<b>99,632</b>				<b>237,671</b>
<b>23 - ADMIN &amp; GENERAL EXPENSE</b>						
(23) 920 - A & G Salaries	3,286,596	1,724,223	4	65.59%	34.41%	5,010,819
(23) 921 - Office Supplies and Expenses	550,301	288,700	4	65.59%	34.41%	839,001
(23) 922 - Admin Expenses Transferred	(1,824,734)	(957,297)	4	65.59%	34.41%	(2,782,031)
(23) 923 - Outside Services Employed	903,048	473,759	4	65.59%	34.41%	1,376,807
(23) 924 - Property Insurance	(1,565)	(1,017)	3	60.60%	39.40%	(2,582)
(23) 925 - Injuries & Damages	271,629	196,052	1	58.08%	41.92%	467,682
(23) 926 - Emp Pension & Benefits	723,955	432,935		62.58%	37.42%	1,156,890
(23) 928 - Regulatory Commission Expense	25,780	13,525	4	65.59%	34.41%	39,305
(23) 9301 - Gen Advertising Exp	-	-	4	65.59%	34.41%	-
(23) 9302 - Misc. General Expenses	410,729	215,478	4	65.59%	34.41%	626,206
(23) 931 - Rents	332,463	174,417	4	65.59%	34.41%	506,880
(23) 932 - Maint Of General Plant- Gas	-	-	4	65.59%	34.41%	-
(23) 935 - Maint General Plant - Electric	1,148,002	602,268	4	65.59%	34.41%	1,750,269
<b>SUBTOTAL</b>	<b>5,826,204</b>	<b>3,163,042</b>				<b>8,989,246</b>
<b>24 - DEPRECIATION/AMORTIZATION</b>						
(24) 403 - Depreciation Expense	1,387,865	728,105	4	65.59%	34.41%	2,115,970
(24) 4031 - Depreciation Expense - FAS143	-	-	4	65.59%	34.41%	-
<b>SUBTOTAL</b>	<b>1,387,865</b>	<b>728,105</b>				<b>2,115,970</b>
<b>25 - AMORTIZATION</b>						
(25) 404 - Amort Ltd-Term Plant	3,648,819	1,914,253	4	65.59%	34.41%	5,563,072
(25) 406 - Amortization Of Plant Acquisition Adj	-	-	4	65.59%	34.41%	-
(25) 4111 - Accretion Exp - FAS143	-	-	4	65.59%	34.41%	-
<b>SUBTOTAL</b>	<b>3,648,819</b>	<b>1,914,253</b>				<b>5,563,072</b>
<b>29 - TAXES OTHER THAN INCOME TAXES</b>						
(29) 4081 - Taxes Other-Util Income	264,133	151,256		63.59%	36.41%	415,389
<b>SUBTOTAL</b>	<b>264,133</b>	<b>151,256</b>				<b>415,389</b>
<b>30 - INCOME TAXES</b>						
(30) 4091 - Fit-Util Oper Income	-	-	4	65.59%	34.41%	-
<b>SUBTOTAL</b>	<b>-</b>	<b>-</b>				<b>-</b>
<b>31 - DEFERRED INCOME TAXES</b>						
(31) 4101 - Def Fit-Util Oper Income	-	-	4	65.59%	34.41%	-
(31) 4111 - Def Fit-Cr - Util Oper Income	-	-	4	65.59%	34.41%	-
<b>SUBTOTAL</b>	<b>-</b>	<b>-</b>				<b>-</b>
<b>GRAND TOTAL</b>	<b>\$ 13,299,686</b>	<b>\$ 7,513,588</b>				<b>\$ 20,813,274</b>

Allocation Method	Electric	Gas	
1	12 Month Average number of Customers	58.08%	41.92%
2	Joint Meter Reading Customers	62.59%	37.41%
3	Non-Production Plant	60.60%	39.40%
4	4-Factor Allocator	65.59%	34.41%
5	Direct Labor	64.36%	35.64%
			100.00%