

STATE OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION 1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

May 2, 2018

RE: Washington Utilities and Transportation Commission v. Puget Sound Energy Docket UE-161123

TO ALL PARTIES:

On July 13, 2017, the Washington Utilities and Transportation Commission (Commission) entered Order 06 approving and adopting a settlement stipulation among all parties that approves a special contract between Puget Sound Energy (PSE or Company) and Microsoft Corporation (Microsoft) authorizing Microsoft to obtain electricity from one or more providers other than PSE. Among other conditions, the settlement stipulation provides in paragraph 13(a)(vi):

On or before March 31 of each year, Microsoft will provide PSE with an annual renewable portfolio standard report that includes Microsoft's annual load under the Special Contract for the prior two years, the total number of megawatt-hours from eligible renewable resources and/or renewable resource credits that Microsoft needed to meet its annual renewable energy target by January 1 of the target year, the amount (in megawatt-hours) of each type of eligible renewable resource used, and the amount of renewable energy credits acquired. PSE will file these annual reports with the Commission as compliance filings in this docket and provide copies to Commission Staff and Public Counsel.

On April 16, 2018, PSE filed a letter with the Commission pursuant to this condition stating, "Microsoft cannot begin taking service under its special contract until certain benchmarks have been met and therefore has nothing to report at this time."

On May 1, 2018, Commission staff filed a letter stating its belief that the Company's letter complies with the renewable portfolio standard reporting condition in Order 06.

The Commission has reviewed the record in this docket and agrees that PSE has complied with this condition in Order 06 for 2018.

MARK L. JOHNSON Executive Director and Secretary