

**Washington**  
**Power Cost Adjustment Mechanism (PCAM)**  
**Q2 2022**  
**(January 1, 2022 through June 30, 2022)**

**Attachment 1**  
**PCAM Calculation**

Washington Power Cost Adjustment Mechanism  
 Deferral Period: January 1, 2022 - December 31, 2022  
 Exhibit No. JP-2: Power Cost Adjustment Mechanism Calculation

Line No.		UE-191024				UE-210402								Total	
1	Total Annual NPC in Rates	(4.1)	\$ 119,524,079					Total Annual NPC in Rates \$	145,191,095						
2	Retail Sales @ Meter in Rates	(7.1)	4,081,607					Retail Sales @ Meter in Rates	4,081,607						
3	NPC \$/MWh - Final NPC October Update		\$ 29.28					NPC \$/MWh In Rates	\$ 35.57						
3a	NPC \$/MWh - Settlement NPC in Rates	Settlement / Line 2	\$ 24.91												
3b	Difference Between Final NPC and Settlement NPC	Line 3 - Line 3a	\$ 4.38												
<b>Deferral:</b>															
4	Base NPC in Rates	Line 3	\$ 29.28	\$ 29.28	\$ 29.28	\$ 29.28	\$ 29.28	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57	\$ 35.57
5	Actual WA Sales (MWh)	(7.1)	435,632	345,610	322,249	321,197	286,307	291,422	-	-	-	-	-	-	-
6	Actual Collections of Base NPC	Line 4 x Line 5	12,756,875	10,120,689	9,436,611	9,405,804	10,184,526	10,366,488	-	-	-	-	-	-	62,270,993
7	WJAM Allocated Adjusted Actual NPC	(3.1)	19,050,111	12,533,760	9,789,354	11,682,843	11,517,822	8,864,231	-	-	-	-	-	-	73,438,120
8	Total Monthly PCAM Differential - Above or (Below) Base	Line 7 - Line 6	6,293,235	2,413,072	352,743	2,277,038	1,333,296	(1,502,257)	-	-	-	-	-	-	-
9	Cumulative PCAM Differential - Above or (Below) Base	Line 8 + Prior Month Line 9	\$ 6,293,235	\$ 8,706,307	\$ 9,059,049	\$ 11,336,088	\$ 12,669,384	\$ 11,167,127	\$ 11,167,127	\$ 11,167,127	\$ 11,167,127	\$ 11,167,127	\$ 11,167,127	\$ 11,167,127	\$ 11,167,127
<b>Deadband:</b>															
10	Deadband +/- \$4 Million														4,000,000
11	PCAM Differential Outside of Deadband		2,293,235	2,413,072	352,743	2,277,038	1,333,296	(1,502,257)	-	-	-	-	-	-	-
12	Cumulative PCAM Differential Outside of Deadband		\$ 2,293,235	\$ 4,706,307	\$ 5,059,049	\$ 7,336,088	\$ 8,669,384	\$ 7,167,127	\$ 7,167,127	\$ 7,167,127	\$ 7,167,127	\$ 7,167,127	\$ 7,167,127	\$ 7,167,127	\$ 7,167,127
<b>Asymmetrical Sharing Band :</b>															
13	Amount Deferrable between \$4 million and \$10 million, 50/50 Sharing		\$ 1,146,618	\$ 1,206,536	\$ 176,371	\$ 470,475	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
14	Amount Deferrable greater than \$10 million, 90/10 Sharing		-	-	-	1,202,479	1,199,966	(1,352,031)	-	-	-	-	-	-	-
15	Amount Deferrable between (\$4 million) and (\$10 million), 75/25 Sharing		-	-	-	-	-	-	-	-	-	-	-	-	-
16	Amount Deferrable less than (\$10 million), 90/10 Sharing		-	-	-	-	-	-	-	-	-	-	-	-	-
17	Total Incremental Deferral After Sharing		\$ 1,146,618	\$ 1,206,536	\$ 176,371	\$ 1,672,954	\$ 1,199,966	\$ (1,352,031)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,050,414
<b>Deferred Balancing Account:</b>															
18	FERC Interest Rate - Published Quarterly	FERC	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%	3.25%
19	Beginning Balance		\$ -	\$ 3,057,345	\$ 5,788,442	\$ 7,392,998	\$ 10,495,899	\$ 11,725,917	\$ 10,403,812	\$ 10,431,989	\$ 10,460,243	\$ 10,488,572	\$ 10,516,979	\$ 10,545,462	\$ -
20	Incremental Deferral After Sharing	Line 17	1,146,618	1,206,536	176,371	1,672,954	1,199,966	(1,352,031)	-	-	-	-	-	-	-
20a	DNBA Adjustment	Line 3b x Line 5	1,906,593	1,512,599	1,410,359	1,405,755	-	-	-	-	-	-	-	-	-
20b	Total Adjustment	Line 20 + Line 20a	3,053,210	2,719,134	1,586,730	3,078,709	1,199,966	(1,352,031)	-	-	-	-	-	-	-
20c	Incremental Deferral After Sharing and DNBA Adjustment	Line 19 + Line 20b	3,053,210	5,776,479	7,375,172	10,471,707	11,695,865	10,373,885	10,403,812	10,431,989	10,460,243	10,488,572	10,516,979	10,545,462	\$ -
21	Carrying Charge	[Line 19 + (Line 20b x 50%)] x Line 18/12	4,135	11,962	17,826	24,192	30,051	29,927	28,177	28,253	28,330	28,407	28,483	28,561	\$ -
22	<b>Ending PCAM Balance</b>	Line 20c + Line 21	<b>\$ 3,057,345</b>	<b>\$ 5,788,442</b>	<b>\$ 7,392,998</b>	<b>\$ 10,495,899</b>	<b>\$ 11,725,917</b>	<b>\$ 10,403,812</b>	<b>\$ 10,431,989</b>	<b>\$ 10,460,243</b>	<b>\$ 10,488,572</b>	<b>\$ 10,516,979</b>	<b>\$ 10,545,462</b>	<b>\$ 10,574,023</b>	<b>\$ 10,574,023</b>