

**Exh. JL-6
Docket UE-200115
Witness: Jing Liu**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

In the Matter of the Application of

DOCKET UE-200115

PUGET SOUND ENERGY

**For an Order Authorizing the Sale of All
of Puget Sound Energy's Interests in
Colstrip Unit 4 and Certain of Puget
Sound Energy's Interests in the Colstrip
Transmission System**

**EXHIBIT TO
TESTIMONY OF**

Jing Liu

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

*Excerpts of PSE's Response to UTC Staff Data Request No. 15 on
Net Book Value of PSE's Colstrip Transmission for Sale*

October 2, 2020

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**Docket UE-200115
Puget Sound Energy
Application Authorizing Sale of PSE Interest in Colstrip Unit 4**

WUTC STAFF DATA REQUEST NO. 015:

Re: Colstrip Transmission Plant and Depreciation Expense

Please provide a spreadsheet that shows the calculation of the plant in service, accumulated depreciation, deferred federal income tax and depreciation expense on a monthly basis from December 31, 2019 to December 31, 2025 with regard to the transmission asset that will be sold to NorthWestern Energy under the proposed Colstrip Transmission System Purchase and Sale Agreement. Please explicitly state the depreciation rates used in the calculation.

Response:

Attached as Attachment A to Puget Sound Energy's ("PSE") Response to WUTC Staff Data Request No. 015 is an MS Excel worksheet that provides the latest known plant in service, accumulated depreciation, deferred federal income tax and depreciation expense on a monthly basis from December 31, 2019 to December 31, 2025, with regard to PSE's interests in the transmission asset that would be sold to NorthWestern Energy under the proposed Colstrip Transmission System Purchase and Sale Agreement.

Depreciation rates are stated in the tab titled "Deprec Dec 2019 fwd".

ATTACHMENT A to PSE's Response to WUTC Staff Data Request No. 015

(Excerpt)

PSE SHARE NET BOOK VALUE:

	December-19	January-20	February-20	March-20
COLSTRIP-BROADVIEW SEGMENT (PSE Ownership Interest 33.0%)				
Plant in Service	\$ 23,574,944	\$ 23,574,944	\$ 23,574,944	\$ 23,574,944
Accum Depr	19,189,768	19,214,630	19,239,492	19,264,355
DFIT	(1,398,612)	(1,392,120)	(1,385,628)	(1,379,136)
Net Plant	\$ 2,986,565	\$ 2,968,194	\$ 2,949,824	\$ 2,931,453
BROADVIEW-TOWNSEND SEGMENT (PSE Ownership Interest 39.3%)				
Plant in Service	\$ 46,334,679	\$ 46,334,679	\$ 46,334,679	\$ 46,334,679
Accum Depr	37,253,188	37,302,072	37,350,957	37,399,842
DFIT	(2,748,860)	(2,736,101)	(2,723,342)	(2,710,583)
Net Plant	\$ 6,332,632	\$ 6,296,506	\$ 6,260,380	\$ 6,224,255

TOTAL NET BOOK VALUE (ALL OWNERSHIP INTERESTS):

	December-19	January-20	February-20	March-20
COLSTRIP-BROADVIEW SEGMENT (100% Ownership Interest)				
Plant in Service	\$ 71,439,224	\$ 71,439,224	\$ 71,439,224	\$ 71,439,224
Accum Depr	58,150,811	58,226,151	58,301,492	58,376,832
DFIT	(4,238,217)	(4,218,545)	(4,198,873)	(4,179,201)
Net Plant	\$ 9,050,196	\$ 8,994,528	\$ 8,938,860	\$ 8,883,192
BROADVIEW-TOWNSEND SEGMENT (100% Ownership Interest)				
Plant in Service	\$ 117,899,947	\$ 117,899,947	\$ 117,899,947	\$ 117,899,947
Accum Depr	94,791,826	94,916,215	95,040,603	95,164,991
DFIT	(6,994,554)	(6,962,089)	(6,929,623)	(6,897,157)
Net Plant	\$ 16,113,567	\$ 16,021,644	\$ 15,929,721	\$ 15,837,799

SALE OWNERSHIP INTEREST:

	December-19	January-20	February-20	March-20
COLSTRIP-BROADVIEW SEGMENT (Sale Ownership Interest 4.2%)				
Plant in Service	\$ 3,000,447	\$ 3,000,447	\$ 3,000,447	\$ 3,000,447
Accum Depr	2,442,334	2,445,498	2,448,663	2,451,827
DFIT	(178,005)	(177,179)	(176,353)	(175,526)
Net Plant	\$ 380,108	\$ 377,770	\$ 375,432	\$ 373,094
BROADVIEW-TOWNSEND SEGMENT (Sale Ownership Interest 4.9%)				
Plant in Service	\$ 5,777,097	\$ 5,777,097	\$ 5,777,097	\$ 5,777,097
Accum Depr	4,644,799	4,650,895	4,656,990	4,663,085
DFIT	(342,733)	(341,142)	(339,552)	(337,961)
Net Plant	\$ 789,565	\$ 785,061	\$ 780,556	\$ 776,052

OPTION INTEREST:

	December-19	January-20	February-20	March-20
COLSTRIP-BROADVIEW SEGMENT (Option Interest 4.0%)				
Plant in Service	\$ 2,857,569	\$ 2,857,569	\$ 2,857,569	\$ 2,857,569
Accum Depr	2,326,032	2,329,046	2,332,060	2,335,073
DFIT	(169,529)	(168,742)	(167,955)	(167,168)
Net Plant	\$ 362,008	\$ 359,781	\$ 357,554	\$ 355,328
BROADVIEW-TOWNSEND SEGMENT (Option Interest 4.2%)				
Plant in Service	\$ 4,951,798	\$ 4,951,798	\$ 4,951,798	\$ 4,951,798
Accum Depr	3,981,257	3,986,481	3,991,705	3,996,930
DFIT	(293,771)	(292,408)	(291,044)	(289,681)
Net Plant	\$ 676,770	\$ 672,909	\$ 669,048	\$ 665,188

PSE SHARE NE'

	December-20	January-21	February-21	March-21
COLSTRIP-BROADVIEW				
Plant in Service	\$ 23,574,944	\$ 23,574,944	\$ 23,574,944	\$ 23,574,944
Accum Depr	19,488,115	19,512,977	19,537,840	19,562,702
DFIT	(1,320,711)	(1,314,116)	(1,307,522)	(1,300,928)
Net Plant	\$ 2,766,118	\$ 2,747,850	\$ 2,729,582	\$ 2,711,314
BROADVIEW-TOWNSHIP				
Plant in Service	\$ 46,334,679	\$ 46,334,679	\$ 46,334,679	\$ 46,334,679
Accum Depr	37,839,803	37,888,688	37,937,572	37,986,457
DFIT	(2,595,752)	(2,582,791)	(2,569,831)	(2,556,871)
Net Plant	\$ 5,899,124	\$ 5,863,200	\$ 5,827,276	\$ 5,791,352

TOTAL NET BC

	December-20	January-21	February-21	March-21
COLSTRIP-BROADVIEW				
Plant in Service	\$ 71,439,224	\$ 71,439,224	\$ 71,439,224	\$ 71,439,224
Accum Depr	59,054,894	59,130,234	59,205,574	59,280,915
DFIT	(4,002,153)	(3,982,171)	(3,962,188)	(3,942,206)
Net Plant	\$ 8,382,177	\$ 8,326,819	\$ 8,271,462	\$ 8,216,104
BROADVIEW-TOWNSHIP				
Plant in Service	\$ 117,899,947	\$ 117,899,947	\$ 117,899,947	\$ 117,899,947
Accum Depr	96,284,486	96,408,875	96,533,263	96,657,651
DFIT	(6,604,966)	(6,571,988)	(6,539,010)	(6,506,032)
Net Plant	\$ 15,010,495	\$ 14,919,085	\$ 14,827,674	\$ 14,736,264

SALE OWNERS

	December-20	January-21	February-21	March-21
COLSTRIP-BROADVIEW				
Plant in Service	\$ 3,000,447	\$ 3,000,447	\$ 3,000,447	\$ 3,000,447
Accum Depr	2,480,306	2,483,470	2,486,634	2,489,798
DFIT	(168,090)	(167,251)	(166,412)	(165,573)
Net Plant	\$ 352,051	\$ 349,726	\$ 347,401	\$ 345,076
BROADVIEW-TOWNSHIP				
Plant in Service	\$ 5,777,097	\$ 5,777,097	\$ 5,777,097	\$ 5,777,097
Accum Depr	4,717,940	4,724,035	4,730,130	4,736,225
DFIT	(323,643)	(322,027)	(320,411)	(318,796)
Net Plant	\$ 735,514	\$ 731,035	\$ 726,556	\$ 722,077

OPTION INTER

	December-20	January-21	February-21	March-21
COLSTRIP-BROADVIEW				
Plant in Service	\$ 2,857,569	\$ 2,857,569	\$ 2,857,569	\$ 2,857,569
Accum Depr	2,362,196	2,365,209	2,368,223	2,371,237
DFIT	(160,086)	(159,287)	(158,488)	(157,688)
Net Plant	\$ 335,287	\$ 333,073	\$ 330,858	\$ 328,644
BROADVIEW-TOWSON				
Plant in Service	\$ 4,951,798	\$ 4,951,798	\$ 4,951,798	\$ 4,951,798
Accum Depr	4,043,948	4,049,173	4,054,397	4,059,621
DFIT	(277,409)	(276,024)	(274,638)	(273,253)
Net Plant	\$ 630,441	\$ 626,602	\$ 622,762	\$ 618,923