



The Energy To Do Great Things

Puget Sound Energy
P.O. Box 97034
Bellevue, WA 98009-9734
PSE.com

November 12, 2014

Customer Name
Customer Address
Customer Address

Dear Customer Name:

You are currently receiving propane from Puget Sound Energy (PSE) under a rate schedule approved by the Washington Utilities and Transportation Commission (WUTC) that has a range or “band” for prices, within which PSE can periodically adjust the rate it charges for the cost of propane to correspond with the average market price of propane. The current minimum that can be charged is \$2.93803 per therm and the current maximum is \$4.00641.

On November 12, 2014 PSE filed a request with the WUTC to increase the band prices that it charges residential propane customers for the cost of propane. This filing is a result of rising commodity costs to the Company and is expected to become effective December 13, 2014. PSE has proposed an adjusted-banded rate for propane of \$3.73932 for the minimum cost per therm and \$4.80769 for the maximum cost per therm.

If the WUTC approves the proposed adjustment to the rate band, PSE will adjust the rate charged for propane to \$4.73887 on December 13, 2014. The WUTC has the authority to set final rates that may vary from PSE’s request, either higher or lower, or structured differently, depending on the results of its investigation. In the future, changes to the cost of gas rate component for propane customers will continue to occur quarterly to more closely follow fluctuating market costs.

If the WUTC approves the proposed adjustment, the \$4.73887 per therm rate will increase bills by 16% based on 70 therms of gas used in a month. The average residential customer would see an increase of 18% at the maximum rate per therm, or \$56.09 to their monthly bill if the maximum rate per therm were reached.

You may submit comments to the WUTC about this proposal by mailing, faxing or e-mailing your comments to the WUTC at: WUTC, P.O. Box 47250, Olympia, WA, 98504; by e-mail at comments@wutc.wa.gov, or by fax at 360-664-3604. For more information, see www.wutc.wa.gov. If you write, include your name and mailing address, and the name of the company (PSE).

The public, including residential customers is represented by the Public Counsel Section of the Washington State Attorney General. You can reach the Public Counsel Section by writing to Attorney General Office, 900 4th Avenue, Suite 2000, Seattle, WA 98164-1012, or by e-mail at utility@atg.wa.gov.

If you have questions or comments for PSE about this proposal, you may submit them by mailing, e-mailing or calling Julie Waltari at: Puget Sound Energy, P.O. Box 90868, PSE-08N, Bellevue, WA 98009-0868; by e-mail at julie.waltari@pse.com or by calling 1-425-456-2945. Additional information about the filing is available at www.pse.com.

Sincerely,

Ken Johnson
Director, State Regulatory Affairs