

**PUGET SOUND ENERGY**  
**PERIODIC ALLOCATED RESULTS OF OPERATIONS**  
**FOR THE MONTH ENDED JULY 31, 2017**

(Based on allocation factors developed using 12 ME 12/31/2016 information)

	Electric	Gas	Total Amount
1 - OPERATING REVENUES:			
2 - SALES TO CUSTOMERS	\$ 161,316,370	\$ 36,739,089	\$ 198,055,459
3 - SALES FOR RESALE-FIRM	14,693	-	14,693
4 - SALES TO OTHER UTILITIES	16,202,089	-	16,202,089
5 - OTHER OPERATING REVENUES	3,947,183	1,519,443	5,466,627
6 - TOTAL OPERATING REVENUES	\$ 181,480,335	\$ 38,258,532	\$ 219,738,868
7			
8 - OPERATING REVENUE DEDUCTIONS:			
9			
10 - POWER COSTS:			
11 - FUEL	\$ 22,310,667	\$ -	\$ 22,310,667
12 - PURCHASED AND INTERCHANGED	28,041,428	10,616,251	38,657,679
13 - WHEELING	9,675,278	-	9,675,278
14 - RESIDENTIAL EXCHANGE	(4,727,188)	-	(4,727,188)
15 - TOTAL PRODUCTION EXPENSES	\$ 55,300,185	\$ 10,616,251	\$ 65,916,436
16			
17 - OTHER ENERGY SUPPLY EXPENSES	\$ 10,059,579	\$ 271,126	\$ 10,330,705
18 - TRANSMISSION EXPENSE	1,467,750	-	1,467,750
19 - DISTRIBUTION EXPENSE	4,999,393	5,362,326	10,361,720
20 - CUSTOMER ACCTS EXPENSES	3,866,173	1,903,470	5,769,643
21 - CUSTOMER SERVICE EXPENSES	1,582,309	297,925	1,880,234
22 - CONSERVATION AMORTIZATION	7,960,952	452,268	8,413,220
23 - ADMIN & GENERAL EXPENSE	9,642,186	3,759,238	13,401,424
24 - DEPRECIATION	23,429,242	10,924,264	34,353,506
25 - AMORTIZATION	5,034,661	1,491,885	6,526,546
26 - AMORTIZ OF PROPERTY LOSS	1,696,967	-	1,696,967
27 - OTHER OPERATING EXPENSES	(2,184,076)	(3,781)	(2,187,857)
28 - ASC 815	6,334,718	-	6,334,718
29 - TAXES OTHER THAN INCOME TAXES	17,567,212	4,356,390	21,923,601
30 - INCOME TAXES	8,252,508	(2,359,735)	5,892,773
31 - DEFERRED INCOME TAXES	2,415,271	2,699,338	5,114,609
32 - TOTAL OPERATING REV. DEDUCT.	\$ 157,425,030	\$ 39,770,966	\$ 197,195,996
<b>NET OPERATING INCOME</b>	<b>\$ 24,055,305</b>	<b>\$ (1,512,433)</b>	<b>\$ 22,542,872</b>

**PUGET SOUND ENERGY**  
**ACTUAL RESULTS OF OPERATIONS**  
**FOR THE MONTH ENDED JULY 31, 2017**

	Electric	Gas	Common	Energy N/A	Total Amount
<b>OPERATING INCOME</b>					
1 - OPERATING REVENUES:					
2 - SALES TO CUSTOMERS	\$ 161,316,370	\$ 36,739,089	\$ -	\$ -	\$ 198,055,459
3 - SALES FOR RESALE-FIRM	14,693	-	-	-	14,693
4 - SALES TO OTHER UTILITIES	16,202,089	-	-	-	16,202,089
5 - OTHER OPERATING REVENUES	3,947,183	1,519,443	-	-	5,466,627
6 - TOTAL OPERATING REVENUES	\$ 181,480,335	\$ 38,258,532	\$ -	\$ -	\$ 219,738,868
7					
8 - OPERATING REVENUE DEDUCTIONS:					
9					
10 - POWER COSTS:					
11 - FUEL	\$ 22,310,667	\$ -	\$ -	\$ -	\$ 22,310,667
12 - PURCHASED AND INTERCHANGED	28,041,428	10,616,251	-	-	38,657,679
13 - WHEELING	9,675,278	-	-	-	9,675,278
14 - RESIDENTIAL EXCHANGE	(4,727,188)	-	-	-	(4,727,188)
15 - TOTAL PRODUCTION EXPENSES	\$ 55,300,185	\$ 10,616,251	\$ -	\$ -	\$ 65,916,436
16					
17 - OTHER ENERGY SUPPLY EXPENSES	\$ 10,059,579	\$ 271,126	\$ -	\$ -	\$ 10,330,705
18 - TRANSMISSION EXPENSE	1,467,750	-	-	-	1,467,750
19 - DISTRIBUTION EXPENSE	4,999,393	5,362,326	-	-	10,361,720
20 - CUSTOMER ACCTS EXPENSES	1,913,513	503,394	3,352,736	-	5,769,643
21 - CUSTOMER SERVICE EXPENSES	1,438,891	194,497	246,846	-	1,880,234
22 - CONSERVATION AMORTIZATION	7,960,952	452,268	-	-	8,413,220
23 - ADMIN & GENERAL EXPENSE	2,761,539	278,621	10,361,265	-	13,401,424
24 - DEPRECIATION	22,042,287	10,234,006	2,077,213	-	34,353,506
25 - AMORTIZATION	2,681,174	320,605	3,524,767	-	6,526,546
26 - AMORTIZ OF PROPERTY LOSS	1,696,967	-	-	-	1,696,967
27 - OTHER OPERATING EXPENSES	(2,184,076)	(3,781)	-	-	(2,187,857)
28 - ASC 815	6,334,718	-	-	-	6,334,718
29 - TAXES OTHER THAN INCOME TAXES	17,217,243	4,182,218	524,140	-	21,923,601
30 - INCOME TAXES	8,252,508	(2,359,735)	-	-	5,892,773
31 - DEFERRED INCOME TAXES	2,415,271	2,699,338	-	-	5,114,609
32 - TOTAL OPERATING REV. DEDUCT.	\$ 144,357,895	\$ 32,751,134	\$ 20,086,968	\$ -	\$ 197,195,996
<b>NET OPERATING INCOME</b>	<b>\$ 37,122,441</b>	<b>\$ 5,507,399</b>	<b>\$ (20,086,968)</b>	<b>\$ -</b>	<b>\$ 22,542,872</b>
<b>NON-OPERATING INCOME</b>					
99 - OTHER INCOME	\$ -	\$ -	\$ -	\$ (7,825,336)	\$ (7,825,336)
999 - INTEREST	-	-	-	18,893,437	18,893,437
9999 - EXTRAORDINARY ITEMS	-	-	-	-	-
<b>TOTAL NON-OPERATING INCOME</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11,068,101</b>	<b>\$ 11,068,101</b>
<b>NET INCOME</b>	<b>\$ 37,122,441</b>	<b>\$ 5,507,399</b>	<b>\$ (20,086,968)</b>	<b>\$ (11,068,101)</b>	<b>\$ 11,474,771</b>

**PUGET SOUND ENERGY**  
**INCOME STATEMENT DETAIL**  
**FOR THE MONTH ENDED JULY 31, 2017**

Account Description	Electric	Gas	Common	Total
<b>1 - OPERATING REVENUES</b>				
<b>2 - SALES TO CUSTOMERS</b>				
(2) 440 - Electric Residential Sales	79,165,727	-	-	79,165,727
(2) 442 - Electric Commercial & Industrial Sales	80,618,707	-	-	80,618,707
(2) 444 - Public Street & Highway Lighting	1,531,936	-	-	1,531,936
(2) 480 - Gas Residential Sales	-	21,320,519	-	21,320,519
(2) 481 - Gas Commercial & Industrial Sales	-	13,726,362	-	13,726,362
(2) 489 - Rev From Transportation Of Gas To Others	-	1,692,208	-	1,692,208
(2) SUBTOTAL	161,316,370	36,739,089	-	198,055,459
<b>3 - SALES FOR RESALE-FIRM</b>				
(3) 447 - Electric Sales For Resale	14,693	-	-	14,693
(3) SUBTOTAL	14,693	-	-	14,693
<b>4 - SALES TO OTHER UTILITIES</b>				
(4) 447 - Electric Sales For Resale - Sales	7,834,535	-	-	7,834,535
(4) 447 - Electric Sales For Resale - Purchases	8,367,555	-	-	8,367,555
(4) SUBTOTAL	16,202,089	-	-	16,202,089
<b>5 - OTHER OPERATING REVENUES</b>				
(5) 412 - Lease Inc Everett Delta to NWP - Gas	-	-	-	-
(5) 450 - Forfeited Discounts	43,010	-	-	43,010
(5) 451 - Electric Misc Service Revenue	1,190,834	-	-	1,190,834
(5) 454 - Rent For Electric Property	1,491,279	-	-	1,491,279
(5) 456 - Other Electric Revenues - Transportation	691,677	-	-	691,677
(5) 456 - Other Electric Revenues - Unbilled	-	-	-	-
(5) 456 - Other Electric Revenues	530,384	-	-	530,384
(5) 487 - Forfeited Discounts	-	(11,620)	-	(11,620)
(5) 488 - Gas Misc Service Revenues	-	200,030	-	200,030
(5) 4894 - Gas Revenues from Storing Gas of Others	-	81,669	-	81,669
(5) 493 - Rent From Gas Property	-	571,489	-	571,489
(5) 495 - Other Gas Revenues	-	677,875	-	677,875
(5) SUBTOTAL	3,947,183	1,519,443	-	5,466,627
<b>(1) TOTAL OPERATING REVENUES</b>	<b>181,480,335</b>	<b>38,258,532</b>	<b>-</b>	<b>219,738,868</b>
<b>10 - ENERGY COST</b>				
<b>11 - FUEL</b>				
(11) 501 - Steam Operations Fuel	9,065,382	-	-	9,065,382
(11) 547 - Other Power Generation Oper Fuel	13,245,285	-	-	13,245,285
(11) SUBTOTAL	22,310,667	-	-	22,310,667
<b>12 - PURCHASED AND INTERCHANGED</b>				
(12) 555 - Purchased Power	32,548,554	-	-	32,548,554
(12) 557 - Other Power Supply Expense	(4,507,126)	-	-	(4,507,126)
(12) 804 - Natural Gas City Gate Purchases	-	13,173,646	-	13,173,646
(12) 805 - Other Gas Purchases	-	-	-	-
(12) 8051 - Purchased Gas Cost Adjustments	-	(2,278,545)	-	(2,278,545)
(12) 8081 - Gas Withdrawn From Storage	-	590,277	-	590,277
(12) 8082 - Gas Delivered To Storage	-	(869,126)	-	(869,126)
(12) SUBTOTAL	28,041,428	10,616,251	-	38,657,679
<b>13 - WHEELING</b>				
(13) 565 - Transmission Of Electricity By Others	9,675,278	-	-	9,675,278
(13) SUBTOTAL	9,675,278	-	-	9,675,278
<b>14 - RESIDENTIAL EXCHANGE</b>				
(14) 555 - Purchased Power	(4,727,188)	-	-	(4,727,188)
(14) SUBTOTAL	(4,727,188)	-	-	(4,727,188)

**(10) TOTAL ENERGY COST**

55,300,185	10,616,251	-	65,916,436
------------	------------	---	------------

**GROSS MARGIN**

126,180,150	27,642,281	-	153,822,432
-------------	------------	---	-------------

**OPERATING EXPENSES**

## OPERATING AND MAINTENANCE

## 17 - OTHER ENERGY SUPPLY EXPENSES

(17) 500 - Steam Oper Supv & Engineering	140,749	-	-	140,749
(17) 502 - Steam Oper Steam Expenses	826,494	-	-	826,494
(17) 505 - Steam Oper Electric Expense	221,446	-	-	221,446
(17) 506 - Steam Oper Misc Steam Power	989,690	-	-	989,690
(17) 507 - Steam Operations Rents	12,128	-	-	12,128
(17) 510 - Steam Maint Supv & Engineering	92,078	-	-	92,078
(17) 511 - Steam Maint Structures	299,102	-	-	299,102
(17) 512 - Steam Maint Boiler Plant	619,849	-	-	619,849
(17) 513 - Steam Maint Electric Plant	1,277,748	-	-	1,277,748
(17) 514 - Steam Maint Misc Steam Plant	64,605	-	-	64,605
(17) 535 - Hydro Oper Supv & Engineering	147,448	-	-	147,448
(17) 536 - Hydro Oper Water For Power	-	-	-	-
(17) 537 - Hydro Oper Hydraulic Expenses	230,024	-	-	230,024
(17) 538 - Hydro Oper Electric Expenses	17,890	-	-	17,890
(17) 539 - Hydro Oper Misc Hydraulic Exp	169,055	-	-	169,055
(17) 540 - Hydro Office Rents	-	-	-	-
(17) 541 - Hydro Maint Supv & Engineering	(12,297)	-	-	(12,297)
(17) 542 - Hydro Maint Structures	40,891	-	-	40,891
(17) 543 - Hydro Maint Res. Dams & Waterways	30,925	-	-	30,925
(17) 544 - Hydro Maint Electric Plant	97,324	-	-	97,324
(17) 545 - Hydro Maint Misc Hydraulic Plant	380,231	-	-	380,231
(17) 546 - Other Pwr Gen Oper Supv & Eng	236,118	-	-	236,118
(17) 548 - Other Power Gen Oper Gen Exp	858,105	-	-	858,105
(17) 549 - Other Power Gen Oper Misc	341,623	-	-	341,623
(17) 550 - Other Power Gen Oper Rents	493,261	-	-	493,261
(17) 551 - Other Power Gen Maint Supv & Eng	71,310	-	-	71,310
(17) 552 - Other Power Gen Maint Structures	28,898	-	-	28,898
(17) 553 - Other Power Gen Maint Gen & Elec	2,315,257	-	-	2,315,257
(17) 554 - Other Power Gen Maint Misc	69,626	-	-	69,626
(17) 556 - System Control & Load Dispatch	-	-	-	-
(17) 710 - Production Operations Supv & Engineering	-	-	-	-
(17) 717 - Liquefied Petroleum Gas Expenses	-	8,015	-	8,015
(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	-	164,335	-	164,335
(17) 812 - Gas Used For Other Utility Operations	-	(2,078)	-	(2,078)
(17) 813 - Other Gas Supply Expenses	-	20,775	-	20,775
(17) 814 - Undergrnd Strge - Operation Supv & Eng	-	6,948	-	6,948
(17) 815 - Undergrnd Strge - Oper Map & Records	-	-	-	-
(17) 816 - Undergrnd Strge - Oper Wells Expense	-	1,262	-	1,262
(17) 817 - Undergrnd Strge - Oper Lines Expense	-	6	-	6
(17) 818 - Undergrnd Strge - Oper Compressor Sta Exp	-	8,619	-	8,619
(17) 819 - Undergrnd Strge - Oper Compressor Sta Fuel	-	2,221	-	2,221
(17) 820 - Undergrnd Strge - Oper Meas & Reg Sta Exp	-	5,519	-	5,519
(17) 821 - Undergrnd Strge - Oper Purification Exp	-	-	-	-
(17) 823 - Storage Gas Losses	-	-	-	-
(17) 824 - Undergrnd Strge - Oper Other Expenses	-	1,815	-	1,815
(17) 825 - Undergrnd Strge - Oper Storage Well Royalty	-	-	-	-
(17) 826 - Undergrnd Strge - Oper Other Storage Rents	-	-	-	-
(17) 830 - Undergrnd Strge - Maint Supv & Engineering	-	6,692	-	6,692
(17) 831 - Undergrnd Strge - Maint Structures	-	3,811	-	3,811

(17) 832 - Undergrnd Strge - Maint Reservoirs & Wells	-	1,675	-	1,675
(17) 833 - Undergrnd Strge - Maint Of Lines	-	193	-	193
(17) 834 - Undergrnd Strge - Maint Compressor Sta Equip	-	2,894	-	2,894
(17) 835 - Undergrnd Strge - Maint Meas & Reg Sta E	-	-	-	-
(17) 836 - Undergrnd Strge - Maint Purification Equip	-	(47)	-	(47)
(17) 837 - Undergrnd Strge-Maint Other Equipment	-	826	-	826
(17) 841 - Operating Labor & Expenses	-	37,521	-	37,521
(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	-	125	-	125
(17) SUBTOTAL	10,059,579	271,126	-	10,330,705
<b>18 - TRANSMISSION EXPENSE</b>				
(18) 560 - Transmission Oper Supv & Engineering	50,587	-	-	50,587
(18) 561 - Transmission Oper Load Dispatching	-	-	-	-
(18) 5611 - Transmission Oper Load Dispatching	2,946	-	-	2,946
(18) 5612 - Load Dispatch - Monitor & Oper Trans System	2,946	-	-	2,946
(18) 5613 - Load Dispatch - Service and Scheduling	2,946	-	-	2,946
(18) 5615 - Reliability Planning & Standards	198,015	-	-	198,015
(18) 5616 - Transmission Svc Studies	-	-	-	-
(18) 5617 Gen Intercnct Studies	263,632	-	-	263,632
(18) 5618 - Reliability Planning	14,281	-	-	14,281
(18) 562 - Transmission Oper Station Expense	91,481	-	-	91,481
(18) 563 - Transmission Oper Overhead Line Exp	26,867	-	-	26,867
(18) 566 - Transmission Oper Misc	133,333	-	-	133,333
(18) 567 - Transmission Oper Rents	(11,234)	-	-	(11,234)
(18) 568 - Transmission Maint Supv & Eng	4,679	-	-	4,679
(18) 569 - Transmission Maint Structures	-	-	-	-
(18) 5691 - Transmission Computer Hardware Maint	-	-	-	-
(18) 5692 - Maintenance of Computer Software	2,198	-	-	2,198
(18) 570 - Transmission Maint Station Equipment	138,741	-	-	138,741
(18) 571 - Transmission Maint Overhead Lines	527,267	-	-	527,267
(18) 572 - Transmission Maint Underground Lines	926	-	-	926
(18) 573 - Transm Maint Misc	18,139	-	-	18,139
(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 & Improvements	-	-	-	-
(18) 863 - Transmission Maint Supv & Eng	-	-	-	-
(18) 865 - Transmission Maint of measur & regul station equip	-	-	-	-
(18) 867 - Transmission Maint Other Equipment	-	-	-	-
(18) SUBTOTAL	1,467,750	-	-	1,467,750
<b>19 - DISTRIBUTION EXPENSE</b>				
(19) 580 - Distribution Oper Supv & Engineering	(825,821)	-	-	(825,821)
(19) 581 - Distribution Oper Load Dispatching	194,949	-	-	194,949
(19) 582 - Distribution Oper Station Expenses	80,428	-	-	80,428
(19) 583 - Distribution Oper Overhead Line Exp	189,950	-	-	189,950
(19) 584 - Distribution Oper Underground Line Exp	793,551	-	-	793,551
(19) 585 - Distribution Oper St Lighting & Signal	(13,363)	-	-	(13,363)
(19) 586 - Distribution Oper Meter Expense	(294,894)	-	-	(294,894)
(19) 587 - Distribution Oper Cust Installation	239,110	-	-	239,110
(19) 588 - Distribution Oper Misc Dist Exp	1,088,283	-	-	1,088,283
(19) 589 - Distribution Oper Rents	94,146	-	-	94,146
(19) 590 - Distribution Maint Superv & Engineering	33,736	-	-	33,736
(19) 591 - Distribution Maint Structures	-	-	-	-
(19) 592 - Distribution Maint Station Equipment	142,936	-	-	142,936
(19) 593 - Distribution Maint Overhead Lines	1,837,871	-	-	1,837,871
(19) 594 - Distribution Maint Underground Lines	1,219,888	-	-	1,219,888
(19) 595 - Distribution Maint Line Transformers	8,076	-	-	8,076

(19) 596 - Distribution Maint St Lighting/Signal	166,386	-	-	166,386
(19) 597 - Distribution Maint Meters	44,162	-	-	44,162
(19) 598 - Distribution Maint Misc Dist Plant	-	-	-	-
(19) 870 - Distribution Oper Supv & Engineering	-	140,628	-	140,628
(19) 871 - Distribution Oper Load Dispatching	-	14,665	-	14,665
(19) 874 - Distribution Oper Mains & Services Exp	-	2,200,163	-	2,200,163
(19) 875 - Distribution Oper Meas & Reg Sta Gen	-	51,724	-	51,724
(19) 876 - Distribution Oper Meas & Reg Sta Indus	-	24,547	-	24,547
(19) 878 - Distribution Oper Meter & House Reg	-	178,942	-	178,942
(19) 879 - Distribution Oper Customer Install Exp	-	189,968	-	189,968
(19) 880 - Distribution Oper Other Expense	-	1,258,844	-	1,258,844
(19) 881 - Distribution Oper Rents Expense	-	19,345	-	19,345
(19) 885 - Dist Maint Supv & Engineering	-	28,517	-	28,517
(19) 886 - Maint of Facilities and Structures	-	14,178	-	14,178
(19) 887 - Distribution Maint Mains	-	658,817	-	658,817
(19) 889 - Distribution Maint Meas & Reg Sta Gen	-	48,162	-	48,162
(19) 890 - Distribution Maint Meas & Reg Sta Ind	-	20,969	-	20,969
(19) 892 - Distribution Maint Services	-	462,445	-	462,445
(19) 893 - Distribution Maint Meters & House Reg	-	12,488	-	12,488
(19) 894 - Distribution Maint Other Equipment	-	37,922	-	37,922
(19) SUBTOTAL	4,999,393	5,362,326	-	10,361,720
<b>20 - CUSTOMER ACCTS EXPENSES</b>				
(20) 901 - Customer Accounts Supervision	-	-	15,710	15,710
(20) 902 - Meter Reading Expense	888,608	648,834	101,087	1,638,529
(20) 903 - Customer Records & Collection Expense	37,638	72,723	3,235,940	3,346,301
(20) 904 - Uncollectible Accounts	987,267	(218,163)	-	769,104
(20) 905 - Misc. Customer Accounts Expense	-	-	-	-
(20) SUBTOTAL	1,913,513	503,394	3,352,736	5,769,643
<b>21 - CUSTOMER SERVICE EXPENSES</b>				
(21) 908 - Customer Assistance Expense	1,247,410	191,062	98,130	1,536,602
(21) 909 - Info & Instructional Advertising	133,744	3,435	148,628	285,807
(21) 910 - Misc Cust Svc & Info Expense	-	-	88	88
(21) 911 - Sales Supervision Exp	-	-	-	-
(21) 912 - Demonstration & Selling Expense	57,737	-	-	57,737
(21) 913 - Advertising Expenses	-	-	-	-
(21) 916 - Misc. Sales Expense	-	-	-	-
(21) SUBTOTAL	1,438,891	194,497	246,846	1,880,234
<b>22 - CONSERVATION AMORTIZATION</b>				
(22) 908 - Customer Assistance Expense	7,960,952	452,268	-	8,413,220
(22) SUBTOTAL	7,960,952	452,268	-	8,413,220
<b>23 - ADMIN &amp; GENERAL EXPENSE</b>				
(23) 920 - A & G Salaries	201,584	101,104	5,962,570	6,265,258
(23) 921 - Office Supplies and Expenses	25,710	9,011	(188,905)	(154,184)
(23) 922 - Admin Expenses Transferred	-	-	(2,904,457)	(2,904,457)
(23) 923 - Outside Services Employed	115,299	71,440	1,264,436	1,451,175
(23) 924 - Property Insurance	416,402	12,455	4,087	432,944
(23) 925 - Injuries & Damages	-	102,118	564,941	667,059
(23) 926 - Emp Pension & Benefits	1,321,041	726,317	1,533,641	3,580,998
(23) 928 - Regulatory Commission Expense	559,852	(852,899)	154,816	(138,231)
(23) 9301 - Gen Advertising Exp	-	-	-	-
(23) 9302 - Misc. General Expenses	51,763	42,321	49,350	143,434
(23) 931 - Rents	18,490	-	1,713,767	1,732,257
(23) 932 - Maint Of General Plant- Gas	-	66,756	-	66,756
(23) 935 - Maint General Plant - Electric	51,397	-	2,207,018	2,258,415
(23) SUBTOTAL	2,761,539	278,621	10,361,265	13,401,424
TOTAL OPERATING AND MAINTENANCE	30,601,616	7,062,232	13,960,848	51,624,696
<b>DEPRECIATION, DEPLETION AND AMORTIZATION</b>				
<b>24 - DEPRECIATION</b>				
(24) 403 - Depreciation Expense	21,441,739	10,223,201	2,077,213	33,742,152
(24) 4031 - Depreciation Expense - FAS143	600,549	10,805	-	611,354

(24) SUBTOTAL	22,042,287	10,234,006	2,077,213	34,353,506
<b>25 - AMORTIZATION</b>				
(25) 404 - Amort Ltd-Term Plant	1,252,764	318,678	3,524,767	5,096,208
(25) 406 - Amortization Of Plant Acquisition Adj	971,432	-	-	971,432
(25) 4111 - Accretion Exp - FAS143	456,978	1,927	-	458,905
(25) SUBTOTAL	2,681,174	320,605	3,524,767	6,526,546
<b>26 - AMORTIZ OF PROPERTY LOSS</b>				
(26) 407 - Amortization Of Prop. Losses	1,696,967	-	-	1,696,967
(26) SUBTOTAL	1,696,967	-	-	1,696,967
<b>27 - OTHER OPERATING EXPENSES</b>				
(27) 4073 - Regulatory Debits	950,865	-	-	950,865
(27) 4074 - Regulatory Credits	(3,092,534)	-	-	(3,092,534)
(27) 4116 - Gains From Disposition Of Utility Plant	(52,751)	(5,154)	-	(57,905)
(27) 4117 - Losses From Disposition Of Utility Plant	11,054	1,373	-	12,427
(27) 4118 - Gains From Disposition Of Allowances	(711)	-	-	(711)
(27) 414 - Other Utility Operating Income	-	-	-	-
(27) SUBTOTAL	(2,184,076)	(3,781)	-	(2,187,857)
<b>28 - ASC 815</b>				
(28) 421 - FAS 133 Gain	(608,085)	-	-	(608,085)
(28) 4265 - FAS 133 Loss	6,942,803	-	-	6,942,803
(28) SUBTOTAL	6,334,718	-	-	6,334,718
<b>TOTAL DEPRECIATION, DEPLETION AND AMORTIZATION</b>	<b>30,571,070</b>	<b>10,550,830</b>	<b>5,601,980</b>	<b>46,723,880</b>
<b>29 - TAXES OTHER THAN INCOME TAXES</b>				
(29) 4081 - Taxes Other-Util Income	17,217,243	4,182,218	524,140	21,923,601
(29) SUBTOTAL	17,217,243	4,182,218	524,140	21,923,601
<b>30 - INCOME TAXES</b>				
(30) 4081 - Montana Corp. License Taxes	-	-	-	-
(30) 4091 - Montana Corp license Tax	-	-	-	-
(30) 4091 - Fit-Util Oper Income	8,252,508	(2,359,735)	-	5,892,773
(30) SUBTOTAL	8,252,508	(2,359,735)	-	5,892,773
<b>31 - DEFERRED INCOME TAXES</b>				
(31) 4101 - Def Fit-Util Oper Income	27,599,517	8,162,848	-	35,762,364
(31) 4111 - Def Fit-Cr - Util Oper Income	(25,184,245)	(5,463,510)	-	(30,647,756)
(31) 4114 - Inv Tax Cr Adj-Util Operations	-	-	-	-
(31) SUBTOTAL	2,415,271	2,699,338	-	5,114,609
<b>NET OPERATING INCOME</b>	<b>37,122,441</b>	<b>5,507,399</b>	<b>(20,086,968)</b>	<b>22,542,872</b>
<b>NON-OPERATING INCOME</b>				
<b>99 - OTHER INCOME</b>				
(99) 4082 - Taxes Other - Other Income	28,232	-	-	28,232
(99) 4092 - Fit - Other Income	-	-	(5,892,773)	(5,892,773)
(99) 4102 - Def Fit - Other Income	-	-	35,277	35,277
(99) 4112 - Provision for Deferred FIT - Credit & Other Income	-	-	-	-
(99) 415 - Revenues From Merchandising And Jobbing	-	-	(10,270)	(10,270)
(99) 416 - Expenses Of Merchandising And Jobbing	-	-	10,270	10,270
(99) 417 - Revenues From Non-Utility Operations	-	-	(4,003,845)	(4,003,845)
(99) 4171 - Merger Related Costs	-	-	-	-
(99) 4171 - Expenses of Non-Utility Operations	-	-	2,588,397	2,588,397
(99) 418 - Nonoperating Rental Income	-	-	-	-
(99) 4181 - Equity in Earnings of Subsidiaries	-	-	-	-
(99) 419 - Interest And Dividend Income	-	-	(614,535)	(614,535)
(99) 4191 - Allowance For Other Funds Used During Construction	(745,019)	(352,496)	(331,199)	(1,428,714)
(99) 421 - Misc. Non-Operating Income	(150)	(950)	(324)	(1,424)
(99) 4211 - Gain On Disposition Of Property	-	-	-	-
(99) 4212 - Loss On Disposition Of Property	-	-	-	-
(99) 4213 - Misc. Non-Op Income - AFUDC(WUTC)	60,725	-	-	60,725
(99) 4214 - Misc. Non-Op Income - AFUCE	-	-	-	-
(99) 425 - Miscellaneous Amortization	-	-	-	-

(99) 4261 - Donations	-	-	1,233	1,233
(99) 4262 - Life Insurance	-	-	-	-
(99) 4263 - Penalties	-	-	20,000	20,000
(99) 4264 - Expenses For Civic & Political Activities	-	-	370,618	370,618
(99) 4265 - Other Deductions	-	-	1,011,474	1,011,474
(99) SUBTOTAL	(656,213)	(353,446)	(6,815,677)	(7,825,336)
<i>999 - INTEREST</i>				
(999) 427 - Interest On Long Term Debt	-	-	18,178,070	18,178,070
(999) 4271 - Interest on Preferred Stock	-	-	-	-
(999) 428 - Amortization Of Debt Discount & Expenses	-	-	209,094	209,094
(999) 4281 - Amortization Of Loss On Required Debt	775	475	213,821	215,071
(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	1,081,464	50,236	137,996	1,269,696
(999) 432 - Allowances For Borrowed Funds	(521,584)	(230,203)	(226,707)	(978,494)
(999) SUBTOTAL	560,655	(179,491)	18,512,273	18,893,437
<i>9999 - EXTRAORDINARY ITEMS</i>				
(9999) 4111 - Def Fit-Cr - Util Oper Income	-	-	-	-
(9999) 435 - Extraordinary Deductions	-	-	-	-
(9999) SUBTOTAL	-	-	-	-
<b>TOTAL NON-OPERATING INCOME</b>	(95,558)	(532,937)	11,696,596	11,068,101
<b>NET INCOME</b>	<b>37,217,999</b>	<b>6,040,336</b>	<b>(31,783,564)</b>	<b>11,474,771</b>

RATE BASE



**PUGET SOUND ENERGY**  
**ALLOCATION OF COMMON CHARGES**  
**FOR THE MONTH ENDED JULY 31, 2017**

(Based on allocation factors developed using 12 ME 12/31/2016 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	\$ 9,127	\$ 6,582	1	58.10%	41.90%	\$ 15,710
(20) 902 - Meter Reading Expense	63,452	37,635	2	62.77%	37.23%	101,087
(20) 903 - Customer Records & Collection Expens	1,880,081	1,355,859	1	58.10%	41.90%	3,235,940
(20) 905 - Misc. Customer Accounts Expense	0	0	1	58.10%	41.90%	-
<b>SUBTOTAL</b>	<b>1,952,661</b>	<b>1,400,076</b>				<b>3,352,736</b>
<b>21 - CUSTOMER SERVICE EXPENSES</b>						
(21) 908 - Customer Assistance Expense	57,013	41,116	1	58.10%	41.90%	98,130
(21) 909 - Info & Instructional Advertising	86,353	62,275	1	58.10%	41.90%	148,628
(21) 910 - Misc Cust Svc & Info Expense	51	37	1	58.10%	41.90%	88
(21) 911 - Sales Supervision Exp	-	-	1	58.10%	41.90%	-
(21) 912 - Demonstration & Selling Expense	-	-	1	58.10%	41.90%	-
(21) 913 - Advertising Expense	-	-	1	58.10%	41.90%	-
(21) 916 - Misc. Sales Expense	-	-	1	58.10%	41.90%	-
<b>SUBTOTAL</b>	<b>143,418</b>	<b>103,429</b>				<b>246,846</b>
<b>23 - ADMIN &amp; GENERAL EXPENSE</b>						
(23) 920 - A & G Salaries	3,981,208	1,981,362	4	66.77%	33.23%	5,962,570
(23) 921 - Office Supplies and Expenses	(126,132)	(62,773)	4	66.77%	33.23%	(188,905)
(23) 922 - Admin Expenses Transferred	(1,939,306)	(965,151)	4	66.77%	33.23%	(2,904,457)
(23) 923 - Outside Services Employed	844,264	420,172	4	66.77%	33.23%	1,264,436
(23) 924 - Property Insurance	2,484	1,603	3	60.78%	39.22%	4,087
(23) 925 - Injuries & Damages	328,231	236,710	1	58.10%	41.90%	564,941
(23) 926 - Emp Pension & Benefits	1,035,668	497,973	5	67.53%	32.47%	1,533,641
(23) 928 - Regulatory Commission Expense	103,371	51,446	4	66.77%	33.23%	154,816
(23) 9301 - Gen Advertising Exp	-	-	4	66.77%	33.23%	-
(23) 9302 - Misc. General Expenses	32,951	16,399	4	66.77%	33.23%	49,350
(23) 931 - Rents	1,144,282	569,485	4	66.77%	33.23%	1,713,767
(23) 932 - Maint Of General Plant- Gas	-	-	4	66.77%	33.23%	-
(23) 935 - Maint General Plant - Electric	1,473,626	733,392	4	66.77%	33.23%	2,207,018
<b>SUBTOTAL</b>	<b>6,880,647</b>	<b>3,480,618</b>				<b>10,361,265</b>
<b>24 - DEPRECIATION/AMORTIZATION</b>						
(24) 403 - Depreciation Expense	1,386,955	690,258	4	66.77%	33.23%	2,077,213
(24) 4031 - Depreciation Expense - FAS143	-	-	4	66.77%	33.23%	-
<b>SUBTOTAL</b>	<b>1,386,955</b>	<b>690,258</b>				<b>2,077,213</b>
<b>25 - AMORTIZATION</b>						
(25) 404 - Amort Ltd-Term Plant	2,353,487	1,171,280	4	66.77%	33.23%	3,524,767
(25) 406 - Amortization Of Plant Acquisition Adj	-	-	4	66.77%	33.23%	-
(25) 4111 - Accretion Exp - FAS143	-	-	4	66.77%	33.23%	-
<b>SUBTOTAL</b>	<b>2,353,487</b>	<b>1,171,280</b>				<b>3,524,767</b>
<b>29 - TAXES OTHER THAN INCOME TAXES</b>						
(29) 4081 - Taxes Other-Util Income	349,968	174,172	4	66.77%	33.23%	524,140
<b>SUBTOTAL</b>	<b>349,968</b>	<b>174,172</b>				<b>524,140</b>
<b>30 - INCOME TAXES</b>						
(30) 4091 - Fit-Util Oper Income	-	-	4	66.77%	33.23%	-
<b>SUBTOTAL</b>	<b>-</b>	<b>-</b>				<b>-</b>
<b>31 - DEFERRED INCOME TAXES</b>						
(31) 4101 - Def Fit-Util Oper Income	-	-	4	66.77%	33.23%	-
(31) 4111 - Def Fit-Cr - Util Oper Income	-	-	4	66.77%	33.23%	-
<b>SUBTOTAL</b>	<b>-</b>	<b>-</b>				<b>-</b>
<b>GRAND TOTAL</b>	<b>\$ 13,067,136</b>	<b>\$ 7,019,832</b>				<b>\$ 20,086,968</b>

Allocation Method		Electric	Gas	
1	12 Month Average number of Customers	58.10%	41.90%	100.00%
2	Joint Meter Reading Customers	62.77%	37.23%	100.00%
3	Non-Production Plant	60.78%	39.22%	100.00%
4	4-Factor Allocator	66.77%	33.23%	100.00%
5	Direct Labor	67.53%	32.47%	100.00%