



Puget Sound Energy
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PSE.com

February 28, 2020

Filed Via Web Portal

Mr. Mark L. Johnson, Executive Director and Secretary
Washington Utilities and Transportation Commission
P.O. Box 47250
Olympia, WA 98504-7250

**Re: Advice No. 2020-05
PSE's Electric Tariff Filing - Filed Electronically**

Dear Mr. Johnson:

Puget Sound Energy ("PSE") hereby submits proposed revisions to its electric Schedule 120, Electricity Conservation Service Rider. This filing, pursuant to RCW 80.28.060 and Chapter 480-80 WAC, proposes revisions in the following electric tariff sheets.

WN U-60, Tariff G - (Electric Tariff):

- 28th Revision of Sheet No. 120 - Electricity Conservation Service Rider
- 29th Revision of Sheet No. 120-A - Electricity Conservation Service Rider (Continued)
- 1st Revision of Sheet No. 120-A.1 - Electricity Conservation Service Rider (Continued)
- 30th Revision of Sheet No. 120-B - Electricity Conservation Service Rider (Continued)
- 27th Revision of Sheet No. 120-C - Electricity Conservation Service Rider (Continued)
- 25th Revision of Sheet No. 120-D - Electricity Conservation Service Rider (Continued)
- 25th Revision of Sheet No. 120-E - Electricity Conservation Service Rider (Continued)
- 9th Revision of Sheet No. 120-F - Electricity Conservation Service Rider (Continued)
- 6th Revision of Sheet No. 120-G - Electricity Conservation Service Rider (Continued)

The purpose of this filing is to implement changes to rates under the conservation rider mechanism, as provided in the following dockets: the Commission's order in Docket UE-970686 (the "Order"); the Settlement Terms for Conservation ("Settlement") approved by the Commission in Docket UE-100177; and the Commission's Order 01 in Docket UE-190905 ("Order 01").

In Order 01 the Commission approved PSE's 2020-2021 Total Utility Conservation Goal of 476,468 MWh, as reported at the customer meter. That approved Goal represented the total available conservation resources that are cost-effective, reliable and feasible, that PSE could

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expect to acquire in the 2020-2021 biennium.

This filing revises the Electricity Conservation Rider charges for all schedules except for customers under Schedules 448, 449, 458 and 459 (“Transportation Customers”), in order to reflect an increase in the amounts budgeted for the upcoming year, along with the true-up (and approval) of actual costs, and actual collections over the past year.

The 2020 Energy Efficiency electric budget, included in the attached workpapers as “2020 Budget (Rvsd) UE-190905”¹ reflects a revised Portfolio total that differs from the originally-filed 2020-2021 Biennial Conservation Plan (“BCP”), approved by the Commission in Order 01 of Docket UE-190905. During PSE’s Schedule 120 filing preparation, it was discovered that there were three missing spreadsheet links in the Program Support and Pilots with Uncertain Savings sectors. When the links were corrected, the result was a \$2,091,679 variance, \$88,605,054 in the original filing, and \$90,697,021² in the aforementioned workpapers spreadsheet.

PSE is preparing for its April 15 revised 2020-2021 conservation petition filing.³ The updated and corrected Exhibit 1 budget amounts will be included, and will reflect not only the expected budget required to achieve additional savings, but also the corrected budget figures.

The amount of revenue requirement requested in this filing is \$94.1 million. This amount is higher than the \$79.2 million requested in last year’s filing under Docket UE-190148 by a total of \$14.9 million for the following reasons: a \$12.4 million increase due to the increased budget for the 2020 program year, and an increase of \$2.5 million in the true-up for spending, load variances and revenue sensitive fees and taxes, compared to 2019. Overall, this proposal represents a revenue requirement increase and an average increase in overall bills of 0.88% for customers affected by this tariff change. For example, the typical residential customer on Schedule 7 using 900 kWh per month will experience an increase of \$0.69 per month.

The revenue requirement in this filing includes an additional 2020 conservation budget allocation of \$7.0 million, estimated to comply with the requirements of the Clean Energy Transformation Act (“CETA”). The additional budget amount may be revised downward following the March 18, 2020 Conservation Resource Advisory Group (“CRAG”) consultation, and before April 1, 2020.

¹ This spreadsheet is an extract of PSE’s BCP Exhibit 1: *Savings and Budgets*.

² This is the total budgeted expenditure figure before adding “Anticipated Updated BCP Costs” on “2020 Budget (Rvsd) UE-190905” tab.

³ Consistent with the Commission’s condition (1)(b) in Attachment A of Order 01 in Docket UE-190905, PSE filed a 2020-2021 Biennial Conservation Plan that did not incorporate some requirements of CETA: primarily the incorporation of the social cost of greenhouse gas emissions. Condition (1)(b) requires PSE to submit an updated 2020-2021 electric target that incorporates the social costs of greenhouse gas emissions by April 15, 2020.

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The tariff sheets described herein reflect an issue date of February 28, 2020, and effective date of May 1, 2020. Posting of proposed tariff changes, as required by WAC 480-100-193, is being accomplished by posting the proposed tariff sheet on the PSE web site coincident with the date of this transmittal letter. Notice to the public under the provisions of WAC 480-100-194 will be provided within 30 days of the requested May 1, 2020 effective date. Please contact Veronica Martin at (425) 457-5624 or veronica.martin@pse.com, or Julie Waltari at (425) 456-2945 or julie.waltari@pse.com for additional information about this filing. If you have any other questions, please contact me at (425) 456- 2142.

Sincerely,

/s/ Jon A. Piliaris

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cc: Lisa Gafken, Public Counsel Sheree
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Attachments:
Electric Tariff Sheets, listed above
Revenue Requirement Work Papers
Cost of Service Work Papers