

May 19, 2008
BPA Issues List for
FY 2006 ASCM Template Filing: Puget Sound Energy

Account	Items	Issues	Data Requirement
Sch-1	Direct E302 Plant & Direct E302 Prove	Snoqualmie Project #2493 License	<p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p>
Sch-1	Direct E302 Plant & Direct E302 Prove	Other	<p>Functionalization requires either all direct or all at the default functionalization</p> <p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p>
Sch-1	Direct E303 Plant & Direct E303 Prove	Rock Island Expansion	<p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p>

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Sch-1	Direct E303 Plant & Direct E303 Prove	Other Functionalization requires either all direct or all at the default functionalization	Provide a detailed description of the line item. Provide an explanation of the line items relationship to Production and/or Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution
Sch-1	Account 182.3	Accounts Account 182.3 Regulatory Assets, Electric - Def AFUDC - Regulatory Asset	Allowance for Funds Used During Construction is primarily CWIP and then closed to plant in service. Provide a detailed description of the line item. Provide an explanation of the line items relationship to Production and/or Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution
Sch-1	Account 182.3	FAS 109 Taxes	<ul style="list-style-type: none"> • What is the current rate treatment of this cost? <p>Provide a detailed description of the line item. Provide an explanation of the line items relationship to Production and/or Transmission. Provide an explanation of the mechanics and</p>

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Sch-1	Account 182.3	Tenaska Regulatory Asset	<p>Is this for a gas contract that Puget has for the Tenaska/Fredrickson plant.</p> <p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p> <ul style="list-style-type: none"> • What is the current rate treatment of this cost? • Will this contract will be recovered if Puget meets benchmarks. • Puget should not get a return on all of the asset if 50% is disallowed
Sch-1	Account 182.3	2001 Rate Case Expenses - Electric	<p>General Rate Case with the WUTC or the BPA Rate Case.</p> <p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p>

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Sch-1	Account 182.3	Hopkins Ridge BPA Transmission Upgrades	<ul style="list-style-type: none"> ➤ Functionalization is to Distribution <p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p>
Sch-1	Account 182.3	Residential Exchange - Misc Deferred De	<p>Return on Residential Exchange Assets?</p> <ul style="list-style-type: none"> ➤ This should be functionalized to Transmission. <ul style="list-style-type: none"> ➤ Provide a detailed description of the line item. ➤ Provide an explanation of the line items relationship to Production and/or Transmission. ➤ Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution ➤ Functionalization is to Distribution.
Sch-1	Account 182.3	Chelan County PUD Contract Initiative	<p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or</p>

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Sch-2	Embedded Cost of Debt	Weighted cost of Debt	Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution • What is the current rate treatment of this cost?
Sch-3 Direct 908	Cust Asst Exp		Why not use the calculated weighted cost of debt? i.e. 6.819% Provide a detailed description of the line item.
Sch-3 Direct 908	Low Income Program		Provide an explanation of the line items relationship to Production and/or Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution
Sch-3 Direct 908			Provide a detailed description of the line item.
Sch-3 Direct 908			Provide an explanation of the line items relationship to Production and/or Transmission.
Sch-3 Direct 908			Provide an explanation of the mechanics and rational of allocating costs between production,

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			transmission, and distribution
Sch-3	Corporate Factor Direct Int Amort E302 and E303	Franchise and License Account 40100011	What is the purpose of the “corporate factor” Is the “corporate factor” used in PSE rate setting? If so – How? Why is it appropriate here?
Sch-3	Direct Int Amort E302 and E303	Franchise and License Account 4040091	Provide a detailed description of the line item. Provide an explanation of the line items relationship to Production and/or Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution
Sch-3	Direct Int Amort E302 and E303	Franchise and License Account 4040091	Provide a detailed description of the line item. Provide an explanation of the line items relationship to Production and/or Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution

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Sch-3	Direct Int Amort E302 and E303	Account 4040312	<p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p>
Sch-3	Direct Common Depr & Amort Exp	General Plant	<p>What is the amortization schedule?</p> <p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p> <ul style="list-style-type: none"> • • Has the general plant associated with the Gas business been removed from the total?
Sch-3	Direct Common Depr & Amort Exp	Computer Software	<p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items</p>

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Sch-3	Depreciation Expense for asset retirement costs	Asset retirement costs	relationship to Production and/or Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution
Sch-3	Amortization of Limited Term Electric Plant		Provide a detailed description of the line item. Provide an explanation of the line items relationship to Production and/or Transmission. Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution
Sch-3	Amortization of Plant Acquisition	Electric WUTC AFUDC - 40600021	Provide a detailed description of the line item.

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	Adjustments Direct E406 and 407		Provide an explanation of the line items relationship to Production and/or Transmission.
			Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution
			<ul style="list-style-type: none"> • Allowance for Funds Used During Construction is primarily CWIP and then closed to plant in service. • This needs to be Distribution
Sch-3	Amortization of Plant Acquisition Adjustments Direct E406 and 407	Elect Acquis Adj - Encogen	<p>Provide a detailed description of the line item.</p> <p>Provide an explanation of the line items relationship to Production and/or Transmission.</p> <p>Provide an explanation of the mechanics and rational of allocating costs between production, transmission, and distribution</p>
Sch-4		Retail Losses	Puget Sound Energy specific retail load loss value