



February 28, 2025

Filed Via Web Portal

Jeff Killip, Executive Director and Secretary
Washington Utilities and Transportation Commission
621 Woodland Square Loop SE
Lacey, WA 98503

**Re: Advice No. 2025-14
PSE's Natural Gas Tariff Filing**

Dear Executive Director Killip:

Puget Sound Energy ("PSE") hereby submits proposed revisions to its Supplemental Schedule 120, Natural Gas Conservation Service Rider. This filing, pursuant to RCW 80.28.060 and Chapter 480-80 WAC, includes revisions to the following natural gas tariff sheet.

WN U-2 (Natural Gas Tariff):

30th Revision of Sheet No. 1120 – Supplemental Schedule 120, Natural Gas Conservation Service Rider

The purpose of this filing is to implement rate changes under the conservation rider mechanism, as provided in Exhibit F to the Settlement Stipulation Agreement approved by the Commission in Dockets UE-011570 and UG-011571. Specifically, this proposal changes the Natural Gas Conservation Service Rider charges in order to reflect actual costs and collections over the past years for conservation programs and the estimated expenditures during the 2025 program year. This filing reflects increased amounts budgeted for the upcoming year and a decrease in the true-up (and approval) of actual costs and actual collections during prior years.

The target level for acquisition of natural gas energy efficiency resources for the two-year period 2024 through 2025 is 6.5 million therms, reported at the customer meter. This goal was set after discussions with the Conservation Resource Advisory Group ("CRAG") and approved in the Commission's Order 01 in Docket UG-230893.

The amount of the revenue requirement requested in this filing is \$38.1 million. This is \$6.2 million higher than the \$31.9 million requested in last year's filing under Docket UG-240139. This is due to a \$6.4 million increase in the budget for the 2025 program year, and a decrease of \$0.2 million in the true-up for spending, load variances and revenue sensitive fees and taxes, as compared to 2024.

Expenditures fluctuated by conservation program in 2024 but generally ended up above budget. This trend was largely due to increased customer participation in programs and tracked the increase in savings. Natural gas total expenditures were 7 percent over budget with savings coming in 14 percent above goal. These savings will be reflected in PSE's 2024 Annual Report of Energy Efficiency Conservation Accomplishments to be filed on or around March 31.

Overall, this proposal results in an average 0.45 percent increase in customer bills. Firm sales service schedules for natural gas service are affected by this increase. There is no impact to customers taking transportation service under Schedules 31T, 41T, 85T, 86T, 87T, 88T or special contracts, as they are not billed under the Natural Gas Conservation Service Rider. The typical residential customer using 64 therms per month would experience an increase to their monthly bill of \$0.41 or 0.42 percent.

The tariff sheet described herein reflects an issue date of February 28, 2025, and an effective date of May 1, 2025. Posting of proposed tariff changes, as required by WAC 480-90-193, 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 480-90-194 will be provided within 30 days of the requested May 1, 2025 effective date.

Please contact Julie Waltari at julie.waltari@pse.com or (425) 456-2945 for additional information about this filing. If you have any other questions, please contact me at Birud.Jhaveri@pse.com.

Sincerely,

/s/ Birud D. Jhaveri

Birud D. Jhaveri
Director, Regulatory Affairs
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cc: Tad O'Neill, Public Counsel
Sheree Carson, Perkins Coie
Ed Finklea, AWEC

Attachments:
Natural Gas Tariff Sheet (as listed above)
Revenue Requirement Work Paper
Cost of Service Work Paper

**PUGET SOUND ENERGY
Natural Gas Tariff**


**SUPPLEMENTAL SCHEDULE 120
Natural Gas Conservation Service Rider**

1. **Applicability:** Throughout territory served, to all firm and interruptible gas sales service Customers.
2. **Purpose:** This Schedule implements surcharges to collect costs incurred in providing service under Schedule 183 and gas Conservation Service Schedules numbered between 200 and 299.
3. **Rate:**
 1. The rates of gas sales service schedules listed in this paragraph will be adjusted as shown in all blocks of these rate schedules.
 - a. For firm sales service Schedules 23, 31, 41 and 53,
a charge of \$0.04296 per therm (I)
 - b. For gas lighting service under rate Schedule 16,
a charge of \$0.82 per mantle (I)
 - c. For interruptible sales service Schedules 85, 86 and 87,
a charge of \$0.03875 per therm (I)
 2. The rates named herein are subject to increase as set forth in Schedule 1.
4. **Adjustments:** Charges under this schedule and charges under the schedules for natural gas sales and transport service to which the surcharge in the Rate section above applies, are subject to adjustment by such other schedules in this tariff as may apply.
5. **General Rules and Provisions:** Service under this schedule is subject to the Rules and Regulations contained in this tariff as they may be modified from time to time.

Issued: February 28, 2025
Advice No.: 2025-14

Effective: May 1, 2025

Issued By Puget Sound Energy

By:  Birud D. Jhaveri

Title: Director, Regulatory Affairs