BEFORE THE WASHINGTON STATE UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Application of) DOCKET NO. UE-040767
PUGET SOUND ENERGY, INC.)) ORDER NO. 01
)
For Revision of Schedule 80)
Pursuant to Conservation Asset) ORDER APPROVING PERIODIC
Transaction) ADJUSTMENT
)

BACKGROUND

- On April 27, 2004, Puget Sound Energy, Inc., ("PSE" or "Company") filed a Periodic Adjustment Application with the Commission, pursuant to their 1995 Conservation Asset Transaction. On April 28, 2004, the Company submitted a substitute tariff page to the filing. The filing:
 - (1) Referred to Commission Order in Docket No. UE-950195 (the "Initial Commission Order") issued in connection with Pooling and Servicing Agreement (the "Agreement")¹ dated June 8, 1995, which was approved by the Initial Commission Order, and declared that a Variance exists under the Agreement.
 - (2) Sought a Revised Tariff in an amount equal to the Revised Tariff Amount; and;
 - (3) Set forth the Company's determination that the Revised Tariff Amount is \$2,460,043, requiring a revision to Schedule 80, on the terms set forth immediately below. The Revised Tariff would remain in effect until the earlier of: (a) September 30, 2004, or (b) the Tariff Termination Date.

¹ All terms used herein without definition take their respective meanings from the Agreement.

		Monthly Allocation Amount ²	
		Apr 1, 2004	May 31,2004
<u>Customer</u>	<u>Schedule</u>	May 30, 2004	Sep 30, 2004
Residential	Schedule 7	\$0.29	\$0.28
Secondary Service	Schedule 24, 8	\$0.54	\$0.52
Secondary Service	Schedule 25, 29, 11	\$8.39	\$8.00
Secondary Service	Schedule 26, 12	\$57.55	\$54.92
Primary Service ²	Schedule 31, 35, 43, 10	\$62.42	\$59.57
High Voltage ²	Schedule 46, 49	\$2,329.65	\$2,223.21
Lighting Service	Lighting Schedules	\$0.32	\$0.31

FINDINGS AND CONCLUSIONS

- 2 (1) The Washington Utilities and Transportation Commission is an agency of the State of Washington vested by statute with the authority to regulate rates, regulations, practices, accounts, securities, and transfers of public service companies, including electric companies. *RCW* 80.01.040; Chapter 80.04 RCW and Chapter 80.28 RCW.
- PSE is an electric company and is a public service company subject to the jurisdiction of the Commission.
- 4 (3) On April 27, 2004, PSE filed a Periodic Adjustment Application for revision of Schedule 80 in accordance with the mechanisms set forth in the Conservation Asset Transaction, and on April 28, 2004, submitted a substitute tariff page.
- 5 (4) This matter was brought before the Commission at its regularly scheduled meeting on May 26, 2004.

² Allocations to the Trust for those customers taking service under any Schedule or special contract established after July 25, 1997, (i.e., Schedules 48, 448, 449, and Small Customer Special Contracts) are based on allocations to the Schedules such customer would have taken service under absent the new Schedule or special contract.

ORDER

6 THE COMMISSION ORDERS:

- (1) Approval is hereby given for the Revised Tariff on the terms set forth, in Background paragraph above.
- (2) The Commission retains jurisdiction over the subject matter and Puget Sound Energy to effect the provisions of the order.

The Commissioners, having determined this Order to be consistent with the public interest, directed the Secretary to enter this Order.

DATED at Olympia, Washington, and effective this 26th day of May, 2004.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

CAROLE J. WASHBURN, Secretary