May 2, 2006

NOTICE SUSPENDING PROCEDURAL SCHEDULE (Status report due May 24, 2006)

Re: Western Village v. PSE, Docket UE-051828 and WUTC v. PSE, Docket UE-051966, consolidated.

TO ALL PARTIES OF RECORD:

On February 17, 2006, the Commission entered Order No. 01 and Order No. 02 – Prehearing Conference Order; Order of Consolidation in the above dockets. In the orders the Commission set out a procedural schedule agreed upon by the parties, including a date for settlement discussions.

On April 28, 2006, Robert Cedarbaum, counsel for Commission Staff, requested on behalf of all parties that the Commission suspend the procedural schedule to allow additional time for settlement discussions. He reported that the parties engaged in negotiations on April 26, 2006, and made good progress toward settlement. He stated that the parties have agreed to reconvene settlement discussions on May 19, 2006.

The parties propose that they report on the status of their negotiations on May 24, 2006. If a new procedural schedule is required, the Company will waive the suspension period regarding its proposed tariff revisions to accommodate the schedule.

NOTICE IS GIVEN That the procedural schedule in Orders No. 01 and 02 entered on February 17, 2006, is suspended. The parties will report on the status of their negotiations by letter no later than May 24, 2006.

Sincerely,

KAREN M. CAILLÉ Administrative Law Judge