Puget Sound Energy, Inc.
P.O. Box 97034
Bellevue, WA 98009-9734

October 20, 2008

Mr. David Danner, Secretary and Executive Director Washington Utilities and Transportation Commission P.O. Box 47250 Olympia, Washington 98504-7250

RE:

Docket No. UE-081795 (Advice No. 2008-23)

Substitute Electric Tariff Sheet - Do Not Redocket - Filed Electronically

Dear Mr. Danner:

Puget Sound Energy, Inc. (the "Company" or "PSE") hereby submits, in connection with Docket No. UG-081795, the following substitute tariff sheet to replace the tariff sheet filed on October 1, 2008, under the Company's Advice No. 2008-23. This substitute filing is pursuant to RCW 80.28.060 and Chapter 480-80 WAC and includes the following portion of the Company's tariff for electric service:

## WN U-60 Tariff G (Electric Tariff)

6<sup>th</sup> Revision of Sheet No. 194 – Residential And Farm Energy Exchange Benefit

The purpose of this filing is to provide a substitute tariff sheet reflecting a change in the amount of the credit rate. The change in the attached tariff sheet is limited to the changed Schedule 194 rate that is necessary due to certain decisions and modifications made by the Bonneville Power Administration ("BPA") subsequent to our October 1, 2008 filing that affected the amount of exchange credit provided by BPA that PSE passes through to qualifying residential and small farm customers. This change in credit amount has been discussed with Commission staff.

Enclosed are revised work papers that support this revised filing. This substitution affects PSE's October 1, 2008, cover letter by changing the pass through to eligible residential and farm customers of benefits equal to a forecasted amount of approximately \$99 million (\$103 million when adjusted for revenue sensitive items) for the twelve months ending September 30, 2009 and the amount of credit to the typical residential customer using 1,000 kWh to \$9.14 and a reduction in total bill of 9.9%.

The enclosed substitute tariff sheet reflects an issue date of October 1, 2008, and an effective date of November 1, 2008. This substitute tariff sheet reduces the credit rate contained in the pending tariff sheet but does not make any material changes to the tariff sheet. The change is being made to reflect changes agreed upon with the Commission's Staff. Therefore, PSE believes that substitution may be allowed as provided in WAC 480-80-111(1) (a) and (b).

However, should the Commission determine that substitution of the tariff sheet is not appropriate, enclosed is the Company's request that this substitute tariff sheet be approved with less than statutory notice and that a waiver of customer notice rules in WAC 480-100-194 be granted to allow the tariff sheet to become effective on November 1, 2008.

Please contact Lynn Logen at (425) 462-3872 for additional information about this filing. If you have any other questions please contact me at (425) 462-3495.

Very truly yours,

Tom DeBoer

Director, Federal & State Regulatory Affairs

Enclosures

cc: Simon J. ffitch, Public Counsel

Sheree Strom Carson, Perkins Coie