

Sheree Strom CarsonPHONE:(425) 635-1422FAX:(425) 635-2422EMAIL:SCarson@perkinscoie.com

The PSE Building 10885 N.E. Fourth Street, Suite 700 Bellevue, WA 98004-5579 PHONE: 425.635.1400 FAX: 425.635.2400 www.perkinscoie.com

December 21, 2010

VIA WEB PORTAL AND OVERNIGHT MAIL

David Danner, Executive Director and Secretary Washington Utilities and Transportation Commission 1300 South Evergreen Park Drive, SW Olympia, WA 98504

Re: In the Matter of Puget Sound Energy, Inc., Petition for a Declaratory Order Docket No. U-101217

Dear Mr. Danner:

Enclosed please find for filing the original and nine (9) copies of Testimony of Karl R. Karzmar on Behalf of Puget Sound Energy, Inc. in Support of Settlement Stipulation and Puget Sound Energy, Inc.'s Memorandum in Support of Settlement Stipulation.

If you have any questions, please contact either Sheree Strom Carson at (425) 635-1422 or Donna Barnett at (425) 635-1419.

Very truly yours,

SSC:ic Enclosures cc: Service List

ANCHORAGE - BEIJING - BELLEVUE - BOISE - CHICAGO - DENVER - LOS ANGELES

MENLO PARK - OLYMPIA - PHOENIX - PORTLAND - SAN FRANCISCO - SEATTLE - WASHINGTON, D.C.