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

March 30, 2007

Ms. Carole J. Washburn, Executive Secretary Washington Utilities and Transportation Commission P.O. Box 47250 Olympia, Washington 98504-7250

RE: 2007 Qualifying Storm Events

(Submitted via the Washington Utilities and Transportation Commission's Records Center Web Portal electronic-filing system and by overnight mail)

Dear Ms. Washburn:

Pursuant to paragraph No. 246 of Final Order No. 6, Docket Nos. UG-040640 et al, Puget Sound Energy, Inc. ("PSE") provides herewith a detailed report for a qualifying storm event which occurred on January 2, 2007. The Company is first reporting this storm now, because it did not previously believe that it would qualify for deferral treatment. Final completion of the detailed storm analysis, now however, revealed that this was indeed a qualifying storm event and the Company is submitting the detailed report herewith.

The attached document summarizes PSE's formal response to, and costs incurred as a result of repairing storm damage to PSE's electric system on January 2, 2007. This report is submitted for informational purposes only, as the resulting O&M expenses for this qualifying event remain well below the threshold for deferral treatment. This is the first Qualifying Storm Events report for 2007. Previously reported back-to-back storms on January 5th and 9th, 2007, as the first qualifying storms of 2007, have now become the second and third storms for reporting purposes.

If you have any questions regarding the information contained in this report, please contact Mark Wesolowski at (425) 462-3962. Any other questions about this filing may be directed to me at (425) 456-2797.

Very truly yours,

Karl R. Karzmar

Director, Regulatory Relations

Enclosure