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

February 13, 2013

## Via Web Portal and Overnight Courier

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

Re: Docket Nos. UE-970686 and UE-111881 2012 Annual Report of Energy Conservation Accomplishments

Dear Mr. Danner,

Enclosed are an original and three copies of Puget Sound Energy's ("PSE" or the "Company") 2012 Annual Report of Energy Efficiency Service's program results (the "Annual Report"). Portfolio results outlined in the report indicate that 38.8 average megawatts (aMW) of electric conservation and 5.2 million therms of gas conservation were achieved during the past year. Expenditures for Customer Solutions were \$91.78 million for electric programs and \$13.65 million for gas offerings. Detailed expenditure and saving figures are provided for electric and gas conservation programs in Exhibit 1.

As has been PSE's long-standing practice with each Annual Report, the 2012 Annual Report contains several enhancements. Most are readability improvements; including new paragraph spacing and chapter notations, provide additional details, and address questions and requests PSE received from regulatory stakeholders relative to its reporting since its last report.

The entire package consists of:

Volume 1: The 2012 Annual Report of Energy Conservation Accomplishments

Volume 2: Exhibit 1, 2012 Expenditures and Savings

Supplements 1 through 4

Exhibit 2, 2012 Program-level Cost-Effectiveness Calculations

Exhibit 5, Prescriptive Measures,

Supplements 1 and 2

Exhibit 9, Condition Compliance Checklist,

Exhibit 10, 2012 NEEA Accomplishments, and

Volume 3: Exhibit 6, 2012 Evaluation Studies.

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This report was prepared and is submitted in accordance with the Second Supplemental Order in Docket No. UE-970686, Requiring Reporting on Programs Funded by the Tariff Rider Mechanism, and Condition (8)(c) of Order 01, Docket No. UE-111881, Required Reports and Filings.

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) 456-2110.

Very truly yours,

Ken Johnson

Director, State Regulatory Affairs

Enclosure

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