June 29, 2004

Jim Hogan Manager Standards and Compliance Puget Sound Energy P.O. Box 90868 MS: XRD-LL Bellevue, Washington 98909-0868

Dear Mr. Hogan:

Subject: <u>Complaint Docket Nos. PG-030080 and PG-030128</u>

Please find enclosed a Complaint by the Washington Utilities and Transportation Commission pertaining to the 2003 Standard Inspections for King and Pierce Counties.

The Commissioners also considered staff's recommendation for issuance of a complaint pertaining to Docket No. UG-000576 concerning new construction practices by Puget Sound Energy (PSE). While the Commission agreed that the alleged violations contained in staff's report warranted issuance of a second complaint, staff was authorized to pursue a stipulated agreement with PSE without issuance of said complaint.

Commission staff is willing to meet with you and your staff towards development of a proposed settlement of both of these matters. Please contact Sondra Walsh at (360) 664-1286 or myself at (360) 664-1254 in order to schedule a meeting.

We know you will give these matters serious consideration.

Sincerely,

Alan E. Rathbun Pipeline Safety Director

Enclosure