

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

Filed via Web Portal & Overnight Mail

August 14, 2013

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

## Re: Energy Efficiency Services Semi-annual Conservation Acquisition Report, Docket No. UE-111881 and UE-970686.

Dear Mr. King,

Enclosed are an original and three copies of Puget Sound Energy, Inc.'s ("The Company") Semi-annual Conservation Acquisition Report, consistent with Docket No. UE-111881 Order 01, condition (8)(e) and the Commission Second Supplemental Order in Docket No. UE-970686.

The report provides the portfolio results of PSE's Energy Efficiency department mid-year electric and natural gas savings results and expenditures. In addition to sector and programlevel expenditure and savings results, the report also contains discussions of all Energy Efficiency program updates and revisions occurring since the publication of the 2013 Biennial Conservation Plan, also filed under Docket No. UE-111881. Three Exhibits and one Supplement are also attached. Exhibit 1 is a detailed table of program-level savings and natural gas results for both savings and expenditures, compared against the 2013 plan. Exhibit 1, Supplement 2 is the Energy Efficiency savings adjustment log through June 30, 2013. Exhibit 9 is a comprehensive table of the Company's 2012-2013 condition compliance status. Exhibit 10 is NEEA's (Northwest Energy Efficiency Alliance) Q1 and Q2 status report for PSE-focused activities.

Highlights of the report include first-year savings of over 137,000 MWh, with a year-end goal of 333,500 MWh, and 2.9 million therms of natural gas savings versus an annual goal of 4.62 million therms. Expenditures are 43.8 percent of the annual budget (\$41.3 million in year-to-date expenditures) in the electric sector and 45.5 percent (\$6.0 million in year-to-date expenditures) in the natural gas sector.

As discussed in the report, the Company is on target to meet or exceed its 2013 savings goals. Residential Energy Management (REM) and Business Energy Management (BEM) departments continue to make continuous improvements to their suite of customer offerings and communications that are designed to maximize program effectiveness.

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.

Sincerely, Ken Johnson

Director, State Regulatory Affairs

Enclosure

Cc: Simon J. ffitch, Public Counsel Sheree Carson, Perkins Coie.