



Puget Sound Energy  
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Bellevue, WA 98009-9734  
PSE.com

February 13, 2014

**Via Web Portal and Overnight Courier**

Mr. Steven V. King, 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  
2013 Annual Report of Energy Conservation Accomplishments**

Dear Mr. King,

Enclosed are an original and three copies of Puget Sound Energy Inc.'s ("PSE") 2013 Annual Report of Energy Efficiency Conservation Accomplishments (the "Annual Report"). Portfolio results outlined in the Annual Report indicate that PSE achieved 41.3 average megawatts (aMW) or 361,400 MWh of electric conservation and 6.5 million therms of gas conservation during the past year. These figures exceeded their 2013 goals by 8.4 percent and 40.6 percent, respectively. Expenditures to acquire cost-effective energy conservation were \$98.2<sup>1</sup> million for electric programs and \$11.9 million for gas offerings. These figures are 4.9 percent above and 9.2 percent below their respective 2013 spending estimates. Detailed expenditure and saving figures are provided for electric and gas conservation programs in the Annual Report's Exhibit 1: 2013 Savings and Expenditures.

As has been PSE's long-standing continuous improvement practice, the 2013 Annual Report contains a number of enhancements. Most are readability and organizational improvements; including new Table of Contents chapter notations, aligning program discussions to the organization of Exhibit 1, and incorporating the documents into a two-set, 3-ring binder format. Most significantly, the report also addresses questions and requests PSE received from the Conservation Resource Advisory Group ("CRAG") members relative to the CRAG's discussions since PSE's last Annual Report.

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<sup>1</sup> It is important to note that the total electric expenditures also include programs that do not report energy conservation; Net Metering and Demand Response. Adding their 2013 expenditures brings the total electric expenditures to \$98.6 million.

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The entire package consists of:

Volume 1: The 2013 Annual Report of Energy Conservation Accomplishments  
Exhibit 1, 2013 Expenditures and Savings, including:  
Supplements 1 through 4  
Exhibit 2, 2013 Program-level Cost-Effectiveness Calculations  
Exhibit 5, Prescriptive and Selected Calculated Measures,  
Supplements 1 and 2  
Exhibit 9, Condition Compliance Checklist,  
Exhibit 10, 2013 NEEA Accomplishments, and  
Volume 2: Exhibit 6, 2013 Evaluation Studies.

This Annual 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)(g) 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.

Sincerely,



Ken Johnson  
Director, State Regulatory Affairs

Enclosure

cc: Simon J. ffitich  
Sheree Carson, Perkins Coie