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

November 15, 2016

Steven V. King
Executive Director and Secretary
Washington Utilities & Transportation Commission
PO Box 47250
Olympia, WA 98504

Dear Mr. King:

Subject: Environmental Report for the quarter ending September 30, 2016

Docket UG-920781 (WNG) Docket UE-911476 (PSP&L) Docket UE-070724 (PSE) Docket UE-072060 (PSE) Docket UE-081016 (PSE)

Pursuant to the WUTC Order entered on 10/8/08, PSE now operates both its electric and gas deferred environmental accounting programs with a blanket authorization, provided the requisite criteria is met. This Order was issued under the following Docket Numbers: UE-070724, UE-072060, and UE-081016.

PSE deferred accounting treatment matches the expenses of the remediation of these sites with the recovery of expenses from third parties. The costs for these sites currently exceed third party recoveries.

The attached spreadsheets represent a list of major sites PSE is currently investigating, monitoring and remediating and reflects actual costs at the end of Q3 2016. All additional information is redacted and considered confidential.

Sincerely

John Rork

Manager - Environmental Services

cc: Daniel Doyle

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