



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

December 21, 2012

Via Web Portal and U.S. Mail

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

**Re: Puget Sound Energy, Inc.
Docket No. U-111465 – Compliance with Order No. 4**

Dear Mr. Danner:

Pursuant to the Settlement Agreement, paragraphs 9 and 11, in the above docket, Puget Sound Energy, Inc. ("PSE") agreed to pay a monetary penalty in the amount of \$430,000 and to make a separate contribution in the amount of \$184.00 to PSE HELP within 10 business days of the Commission approving the Settlement Agreement. Order No. 4 Approving the Settlement Agreement became final on November 29, 2012 when a Notice of Finality was issued.

The payment of \$430,000 was completed on December 6, 2012, and is reflected in the docket for this proceeding. The \$184 contribution to PSE HELP was completed on November 16, 2012. (See Attachment A for copy of the journal entry reflecting this transaction.) These payments have been booked to non-operating expense accounts, and as such, neither of the amounts is recoverable in rates.

If you have any questions, please contact me at (425) 462-3495.

Very truly yours,

A handwritten signature in blue ink that reads "Tom DeBoer".

Tom DeBoer
Director, Federal & State Regulatory Affairs

Attachment
cc: All Parties