



PUGET SOUND ENERGY

The Energy To Do Great Things

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

February 24, 2016

Filed Via Web Portal and Overnight Courier

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

**RE: Puget Sound Energy's Fee-Free Payment Program Update
Dockets UE-160203 and UG-160204**

Dear Mr. King:

On March 24, 2016, the Commission granted Puget Sound Energy's ("PSE") Amended Accounting Petition ("Petition") in the above-referenced dockets. PSE's fee-free payment program for its residential and small-business customers, including customers who pay with a credit or debit card, was implemented on August 25, 2016.

Paragraph 26 of the Petition granted by Order 01 in this proceeding requires PSE to provide updates to the Commission every three months after the program is implemented on the deferred balance, participation rates, and fees incurred by month.

PSE's second fee-free payment program update is attached and includes the required information including participation rates, fees incurred and the cumulative deferral balance which as approved by the Order is accruing to FERC account 182.3-Other regulatory assets. The update also includes additional information that is not required, but ultimately helpful in increasing understanding of PSE's fee-free payment program including average costs per transaction and total number of payments per month.

Please contact Nate Hill at (425) 457-5524 for general information about this filing or contact Lori Roth at (425) 456-2721 for additional information. If you have any other questions please contact me at (425) 456-2110.

Sincerely,

*Nate Hill, Regulatory Initiatives
manager*

for

Ken Johnson
Director, Rates & Regulatory Affairs

Enclosures

cc: Lisa Gafken
Sheree Carson