Puget Sound Energy, Inc. P.O. Box 90868 Bellevue, WA 98009-0868 06 AUG | | AN 8: |4

August 10, 2006

Mr. Dave Danner
Executive Director
Washington Utilities and Transportation Commission
PO Box 47250
1300 S. Evergreen Park Dr. SW
Olympia, WA 98504-7250

Re: Docket PG-041624

Dear Mr. Danner;

Under the terms of the settlement and commission order regarding the house fire in Bellevue in 2004 (Docket PG-014164), Puget Sound Energy (PSE) agreed to conduct a risk assessment of all its wrapped steel natural gas service lines installed more than five years before the application of cathodic protection. At the time of the agreement, PSE estimated a completion date for this effort of September 1, 2006. Throughout the project, PSE has been working closely with Commission Staff and welcomes the input they and their consultant have provided. PSE now anticipates having a draft final report prepared in early September and has scheduled a review meeting with Commission Staff for September 7. In order to allow staff appropriate time to review the report and provide additional input, we are revising our estimated completion date to mid-October.

Should you have any questions, please contact me at (425) 462-3974.

Sincerely,

Duane A. Henderson, P.E.

Dune & Hend

Director, Engineering and Operations Services

CC: Carol Washburn

Alan Rathbun Ron Kessack

Kuli Kessack

Sue McLain

Steve Secrist