

May 9, 2007

**NOTICE OF HEARING ON SETTLEMENT PROPOSAL
(Set for June 5, 2007, 9:30 a.m.)**

Re: *WUTC v. Puget Sound Energy, Inc.*
Docket PG-041624

TO ALL PARTIES:

On May 4, 2007, the Staff of the Washington Utilities and Transportation Commission (Commission), Puget Sound Energy, and the City of Bellevue filed a Second Settlement Agreement that proposes to resolve certain issues arising from paragraphs 14 and 15 of the Revised Settlement Agreement previously approved by the Commission in Order 07 in this docket. The Commission will convene a hearing for purposes of exploring the terms and conditions of the settlement and to determine whether the result of the settlement is consistent with the public interest.

PLEASE TAKE NOTICE That a hearing on the parties' proposed Second Settlement Agreement will be held on Tuesday, June 5, 2007, beginning at 9:30 a.m. in Room 206, Chandler Plaza Building, 1300 S. Evergreen Park Drive SW, Olympia, Washington.

Sincerely,

ANN E. RENDAHL
Administrative Law Judge