



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

November 20, 2012

*Via Web Portal and Overnight Courier*

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-110808 – Compliance with Order No. 3**

Dear Mr. Danner:

Pursuant to Order No. 3, ¶ 15, in the above docket, Puget Sound Energy, Inc. (“PSE”) agreed to pay a monetary penalty in the amount of \$250,000 and to make a separate contribution in the amount of \$75,000 to PSE HELP within 10 business days of the Commission approving the Settlement Agreement. Order No. 3 Approving and Adopting the Settlement Agreement became final on November 7, 2012 when a Notice of Finality was issued.

The payment of \$250,000 was completed on November 15, 2012, and is reflected in the docket for this proceeding. The \$75,000 contribution to PSE HELP was completed in August, 2012. (See Attachment A for a copy of the journal entry reflecting this transaction.) These payments have been booked to a non-operating expense account (FERC 426.3) and as such, neither of the amounts are recoverable in rates.

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

Sincerely,

Tom DeBoer  
Director, Federal & State Regulatory Affairs

Attachment  
cc: All Parties