



Puget Sound Energy
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PSE.com

May 15, 2012

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

**RE: Docket Nos. UE-111048 and UG-111049 (Consolidated)
Compliance Filing - DO NOT REDOCKET**
Advice No. 2012-10 – Power Cost Adjustment Mechanism
Exhibits

Dear Mr. Danner:

Puget Sound Energy, Inc. (“PSE”) requests that the Exhibit A-1 supporting the power cost baseline rate submitted for approval on May 9, 2012 be withdrawn and replaced with the enclosed revised exhibit. The enclosed revised Exhibit A-1 details the baseline rate reflecting the Commission’s Final Order No. 08 in WUTC Docket No. UE-111048. PSE requires approval of the enclosed revised Exhibit A-1 as it will be used beginning May 14, 2012 for calculating the Power Cost Adjustment Mechanism (“PCA”) deferral. PSE continues to request approval of the other Exhibits submitted on May 9, 2012 as well. PSE respectfully requests that this approval be given by May 31, 2012.

Upon closer review of the baseline rate previously submitted, PSE has determined the adjustment of \$2,396,160 included in general rates for rate year Open Access Transmission Tariff wind integration transmission revenues related to the Vantage Wind project under Federal Schedule 13 should not have been included in the PCA baseline rate. These revenues are included in FERC account 456 but are not part of the transmission revenues specifically identified for inclusion in the baseline rate as determined in the PCA settlement documents.

Please contact Lynn Logen at (425) 462-3872 or at lynn.logen@pse.com for additional information about this filing. If you have any other questions please contact me at (425) 462-3495.

Very truly yours,

Tom DeBoer
Director, Federal & State Regulatory Affairs

Enclosures

cc: Sheree Carson, Perkins Coie
Service List