



# PUGET SOUND ENERGY

*The Energy To Do Great Things*

Puget Sound Energy, Inc.

P.O. Box 97034

Bellevue, WA 98009-9734

October 30, 2009

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

**RE: Advice No. 2009-27**  
**Electric Tariff Filing – Filed Electronically**

Dear Mr. Danner:

Pursuant to RCW 80.28.060 and Chapter 480-80 WAC, please find enclosed for filing the following proposed revision to the WN U-60, Tariff G for electric service of Puget Sound Energy, Inc. (“PSE” or the “Company”).

- Fourth Revision of Sheet No. 95-f – Production Tax Credit Tracker
- Fourth Revision of Sheet No. 95-g – Production Tax Credit Tracker (Continued)
- Fifth Revision of Sheet No. 95-h – Production Tax Credit Tracker (Continued)
- Fifth Revision of Sheet No. 95-i – Production Tax Credit Tracker (Continued)
- Fourth Revision of Sheet No. 95-j – Production Tax Credit Tracker (Continued)
- Fourth Revision of Sheet No. 95-k – Production Tax Credit Tracker (Continued)

The purpose of this filing is to provide the annual update to the Production Tax Credit Tracker (the “Tracker”) as provided for in Order No. 04 of Docket No. UE-050870 (the “Order”). The Order provided that the accounting for the Tracker be in accordance with Mr. Story’s prefiled direct testimony (Ex. 13 (JHS-1T)). This testimony included a proposal that the Company would file an update to the Tracker every October for the next tax year. This filing is that annual October filing which includes a forecast of 2010 production tax credits (“PTC”) and interest on the PTC deferred tax asset (“Interest”) as well as a true-up of the inception through 2009 PTC’s and Interest for the difference between the PTC’s based on forecasted and actual generation and taking into account PTC’s that were able to be used.

Enclosed are work papers supporting this filing. Please note that the work paper titled “PTC Revenue Req Workpapers 10-30-09” contains commercially sensitive information, disclosure of which could adversely affect costs for the Company’s customers. Therefore, the Company requests that the confidential pages be accorded confidential treatment in accordance with WAC 480-07-160. In accordance with WAC 480-07-160, the work papers submitted electronically

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herewith have been marked "Confidential per WAC 480-07-160," and also enclosed is a PDF of the redacted version of said work papers.

This filing represents a decrease in the amount of the credit passed through to customers under the Tracker and therefore an increase in overall rates. The overall increase averages 0.46 % for all customers. A residential customer using 1,000 kWh per month will experience a 0.48 % or \$0.44 per month increase.

The tariff sheets described herein reflect issue dates of October 30, 2009, and effective dates of January 1, 2010. Posting of the proposed tariff change, as required by law and the Commission's rules and regulations, is being given to the public immediately prior to or coincident with the date of this transmittal letter, through web, telephone and mail access in accordance with WAC 480-100-193(1). The net effect of this filing is an increase in customer bills. The Company will provide notice to all customers in accordance with WAC 480-100-194(2) through a notice published as a paid advertisement in daily newspapers at least 30 days prior to January 1, 2010.

Please contact Lynn Logen at (425) 462-3872 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: Simon J. ffitich, Public Counsel  
Sheree Carson, Perkins Coie