



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

May 28, 2010

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

Re: **Advice No. 2010-18**  
**Natural Gas Tariff Filing – Filed Electronically**

Dear Mr. Danner:

Pursuant to RCW 80.28.060 and WAC 480-80-101 and WAC 480-80-105(1)(c), please find enclosed for filing the following proposed revision to the WN U-2 Tariff for natural gas service of Puget Sound Energy (the "Company"):

**138th Revision of Sheet No. 101-A – Schedule No. 1, Tax Adjustment (Continued)**

The purpose of this filing is to incorporate the effect of the establishment of a municipal tax within the City of Lynnwood (the "City"). A copy of the approved City ordinance, Ordinance No. 2380 is enclosed.

The enclosed ordinance establishes a four percent city tax rate. The Company estimates the resulting annualized increase in gross revenues from gas operations and corresponding increase in taxes due to be \$512,005.

The tariff sheet described herein reflects an issue date of May 28, 2010, and an effective date of July 1, 2010. Posting of proposed tariff changes, as required by law and the Commission's rules and regulations, is being completed immediately prior to or coincident with the date of this transmittal letter through web, telephone and mail access in accordance with WAC 480-90-193. Pursuant to WAC 480-90-195 notice to customers will be provided in the first billing after the tariff revision becomes effective; the 5,854 residential, 1,003 commercial and 21 industrial gas customers within the City will receive notification in the form of a bill message.

Please contact Julie Waltari at [julie.waltari@pse.com](mailto:julie.waltari@pse.com) or (425) 456-2945 for additional information about this filing. If you have any other questions please contact me at (425) 462-3495.

Very truly yours,

A handwritten signature in black ink that reads 'Tom DeBoer'.

Tom DeBoer  
Director, Federal & State Regulatory Affairs

Enclosures

cc: Simon J. ffitch, Public Counsel  
Sheree Carson, Perkins Coie