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

August 31, 2010

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

RE: Advice No. 2010-21 – Natural Gas Tariff Filing – Filed Electronically

Dear Mr. Danner:

Pursuant to RCW 80.28.060, WAC 480-80-101 and -105 please find enclosed for filing the following proposed revisions to the WN U-2, tariff for natural gas service of Puget Sound Energy, Inc. (the "Company" or "PSE"):

17<sup>th</sup> Revision of Sheet No. 185-D – Natural Gas Schedule No. 85 (Continued) - Interruptible Gas Service with Firm Option

2<sup>nd</sup> Revision of Sheet No. 185T-A – Natural Gas Schedule No. 85T (Continued) - Distribution System Transportation Service (Interruptible with Firm Option)

The purpose of this filing is to change the derivation of the Minimum Annual Therms used in calculating the Annual Minimum Load Charge for Schedule No. 85T, Distribution System Transportation Service (Interruptible with Firm Option) and Schedule No. 85, Interruptible Gas Service with Firm Option. The Minimum Annual Therms are currently the greater of 180,000 therms or 50 percent of the customer's highest monthly volume in the last 12 months multiplied by 12. This proposed tariff revision simply sets the Minimum Annual Therms at 180,000 therms and includes an effective date of November 1, 2010. The effect of this change is anticipated to reduce the number of customers who incur the Annual Minimum Load Charge and will simplify the rate design thereby making it more easily understood by customers.

This filing also includes a housekeeping item. Sheet No. 185T-A mistakenly references Section 3, item 4. The proposed revision of Section 3, item 3 corrects this.

The tariff sheets described herein reflect issue dates of August 31, 2010, and effective dates of October 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. As these changes do not increase recurring charges or restrict access to services, pursuant to WAC 480-90-195(3) notice to customers will be provided in accordance with the method that the Company uses to posts its tariffs as required by WAC 480-90-193.

Please contact Julie Waltari at (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,

Tan DiBuer

Tom DeBoer

Director, Federal & State Regulatory Affairs

## Enclosures

cc: Simon

Simon J. ffitch, Public Counsel

Paula Pyron, NWIGU

Sheree Carson, Perkins Coie