

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

December 8, 2010

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

Re: Advice No. 2010-37 Electric 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-60 Tariff for electric service of Puget Sound Energy (the "Company"):

88th Revision of Sheet No. 81-a - Schedule 81, Tax Adjustment

The purpose of this filing is to incorporate the effect of a change to the municipal tax within the City of Medina (the "City"). A copy of the approved City ordinance, Ordinance No. 861 is enclosed.

The rate change imposed by the enclosed ordinance is the implementation of a 3 percent city tax rate. The Company estimates the resulting annualized increase in gross revenues from electric operations and corresponding increase in taxes due to be \$100,756.

The tariff sheet described herein reflects an issue date of December 8, 2010, and an effective date of January 8, 2011. 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 480-100-193. Pursuant to WAC 480-100-195 notice to customers will be provided in the first billing after the tariff revision becomes effective; the 1,243 electric customers within the City will receive notification in the form of a bill message.

Please contact Julie Waltari at 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.

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Director, Federal & State Regulatory Affairs

Enclosures

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