



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

May 2, 2011

Via WUTC Webportal and FedEx Overnight Mail

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

Re: Annual Report of Essential Utilities Services Contracts

Dear Mr. Danner:

Pursuant to WAC 480-90-268, and 480-100-268, enclosed are an original and twelve copies of the Annual Report of Essential Utilities Services Contracts for Puget Sound Energy, Inc. (the "Company") filed for the twelve-month period ending December 31, 2010.

Under the provisions of WAC 480-07-160, the Company requests this filing be accorded confidential treatment. Vendor specific information and other commercially sensitive financial data are included in this report. As required by WAC 480-07-160(3)(b)(i), the Company has properly identified all pages containing proprietary information. As required by WAC 480-07-160, the Company identifies itself, its customers, its shareholders and the vendors identified in the enclosed report as the entities that might be directly affected by disclosure of the confidential information. In accordance with WAC 480-07-160, the report submitted herewith has been marked "CONFIDENTIAL per WAC 480-07-160", printed on yellow paper and sealed in an envelope clearly marked Confidential. Also enclosed is a redacted version of the report.

Please contact Julie Waltari at (425) 456-2945 for additional information about this report. If you have any other questions please contact me at (425) 462-3495.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Lynn F. Logen'.

Lynn F. Logen, Tariff Consultant

for Tom DeBoer

Director, Rates & Regulatory Affairs

Enclosures

cc: Simon J. ffitich
Sheree Strom Carson