



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

November 30, 2012

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

**RE: Advice No. 2012-41
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 (the “Company” or “PSE”).

3rd Revision of Sheet No. 137 - Schedule 137 – Temporary Customer Charge or Credit

The purpose of this filing is to comply with the spirit of Order No. 8 Rejecting Tariff Sheets, Authorizing And Requiring Compliance Filing in Docket Nos. UE-111048 and UG-111049 (the “Order”) and the Multiparty Settlement Stipulation Re: Electric Rate Spread, Electric Rate Design And Renewable Energy Credit Tracker (“Settlement Stipulation”) to make a filing with an effective date of January 1, 2013 and to request a temporary delay of the annual true-up of the REC Credit Tracker rates which is required as part of the Settlement Stipulation and by the Order. The attached tariff sheets reflect the rates currently in place. The expected Lower Snake River (“LSR”) Treasury Grant will result in a reduction to electric rates and a filing will be submitted to reduce rates shortly after the grant is received which is currently anticipated to be received by February 1, 2013. Rates in Schedule 137 will be filed to be updated concurrently with the filing and effectiveness of Schedule 95A.

By this letter and filing the Company is requesting a waiver in the annual effective date cited in both the Settlement Stipulation and the Order for this year in order that this filing and the expected treasury grant filing under Schedule 95A and the Schedule 132, Merger Credit, filings can all become effective on the same day thereby eliminating the impact on customers of separate rate changes. This request may require that the Commission issue an order in Docket Nos. UE-111048 and UG-111049 allowing a temporary waiver of paragraph 343 of the Order and paragraph 17 of the Settlement Stipulation to allow the annual filing to be coincident with the effectiveness of Schedule 95A rates that include the impact of the LSR Treasury Grant.

Mr. David Danner
Page 2
November 30, 2012
Advice No. 2012-41

As mentioned in the Company's filing of Schedule 132, the Company is obligated to submit four filings with proposed effective dates of January 1, 2013. Those filings are of natural gas and electric Schedule 132, Merger Rate Credit, electric Schedule 137, Temporary Customer Charge ("REC Credit Tracker") and electric Schedule 95A, Federal Incentive Tracker. The Company filed Schedule 95A on October 31, 2012 and requested with rates for 2013 that are the same as those effective during 2012 because the Company has applied for and is expecting a Treasury Grant related to the LSR wind generation project and to consider a change in the amortization period for Treasury Grants. The expected LSR Treasury Grant will result in a reduction to rates and a filing will be submitted to reduce rates shortly after the grant is received which is currently anticipated to be received by February 1, 2013. While that anticipated Schedule 95A filing will result in a decrease in rates the other 3 filings will result in a mix of increases and decreases.

Rather than have customers experience several rate adjustments within a very short period of time, this filing requests that the Company be allowed to combine the effectiveness of all rates to be coincident with the anticipated Schedule 95A rates including the LSR Treasury Grant. The impact on electric customers of the Schedule 137 filing, if filed separately, is an increase in rates. For example, for a typical residential customer using 1,000 kWh a month would experience an increase of \$0.23 per month.

The tariff sheet described herein reflects an issue date of November 30, 2012, and an effective date of January 1, 2013. Posting of proposed tariff change, as required by WAC 480-100-193, is being made by posting the proposed tariff sheet on the PSE web site immediately prior to, or coincident with, the date of this transmittal letter in accordance with WAC 480-100-193(1).

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