

**EXHIBIT NO. TAD-8
DOCKET NO. UE-070725
WITNESS: TOM DE BOER**

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

Amended Petition of

PUGET SOUND ENERGY, INC.

**For an Order Authorizing the Use of the
Proceeds From the Sale of Renewable Energy
Credits and Carbon Financial Instruments**

Docket No. UE-070725

**FIFTH EXHIBIT (NONCONFIDENTIAL) TO THE
PREFILED REBUTTAL TESTIMONY OF
TOM DE BOER
ON BEHALF OF PUGET SOUND ENERGY, INC.**

**IN SUPPORT OF AMENDED PETITION FOR AN ORDER AUTHORIZING
THE USE OF THE PROCEEDS FROM THE SALE OF RENEWABLE ENERGY
CREDITS AND CARBON FINANCIAL INSTRUMENTS**

FEBRUARY 18, 2010

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Docket No. UE-070725

**Amended Petition of Puget Sound Energy, Inc. For an Order Authorizing
the Use of the Proceeds from the Sale of RECs and CFIs**

RESPONSE OF PUBLIC COUNSEL TO PSE

Request No.: 1
Date Received: February 9, 2010
Prepared by: Scott Norwood
Date Prepared: February 17, 2010

PSE Data Request No. 1 to Public Counsel:

Re: Direct Testimony of Scott Norwood, Exhibit No. SN-1THC, page 25, lines 11-12

Public Counsel witness Scott Norwood testifies that additional reporting is required for Renewable Energy Credits ("REC") "[i]n light of questions raised in this case regarding PSE's past handling of REC sales. . .".

Please describe and provide a narrative description of:

- a) the basis and support for this statement, including a list and description of
 - (i) all "questions raised", and
 - (ii) the "past handling of REC sales", referenced by Mr. Norwood
- b) the forum in which such questions were raised,
- c) references to testimony supporting such statement,
- d) responses to data requests or other written support of such statement.

Please attach copies of all referenced documents.

RESPONSE:

Mr. Norwood's reference to the questions raised in this case regarding PSE's past handling of REC sales refers to questions which exist regarding the reasonableness of PSE's proposed ratemaking treatment of REC sales, the reasonableness of pricing and other terms of PSE's REC sales transactions, the extent to which pricing of REC sales to California utilities reflects litigation claims as claimed by PSE, and PSE's calculation of net proceeds from such sales. These questions were raised only after PSE filed testimony in this proceeding seeking recovery of its past REC sales proceeds. See pages 8-20 of Public Counsel witness Norwood's direct testimony for the supporting statements and cited PSE discovery responses which describe the above referenced questions regarding PSE's past handling of REC sales.