

March 17, 2010

City Attorney's Office
City of Bellevue
P.O. Box 90012
Bellevue, WA 98009-9012

RECEIVED
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WASH. UT. & TP. COMM

Attn: Cheryl A Zakrzewski, Assistant City Attorney

RE: Wrapped Steel Services Assessment Program Annual Status Report for Bellevue (Docket PG-041624)

Dear Ms. Zakrzewski,

Pursuant to Docket PG-041624 (Wrapped Steel Services Assessment Program Second Settlement Agreement (WSSAP)), Puget Sound Energy (PSE) is providing an Annual Status Report for the WSSAP Program for the services within the City of Bellevue. This status report includes information on WSSAP Service Mitigation as of December 31, 2009 and the Leak Status Report for 2009.

The following is a brief summary of each of the attachments.

WSSAP Service Mitigation as of December 31, 2009:

This table shows the number of services mitigated through the WSSAP Program in 2009 in the City of Bellevue by mitigation category as well as the number of services mitigated through other activities such as main replacement, system upgrades, service retirement, additional records review, and other maintenance activities.

As indicated in this table, all 8 of the priority services were mitigated and 44 of the scheduled replacement services were mitigated.

Leak Status Report for 2009:

The leak status report for 2009 reflects that the number of leaks discovered on services in the standard mitigation category is 0.02% which is significantly below the historic rate of 0.46%.

If you have any additional questions on any of this information or future plans, please feel free to contact me at 425-462-3967.

Sincerely,



Helge Ferchert
Manager, Gas Compliance and Regulatory Audits

cc: Mike Hobbs
Erik Markell
Bert Valdman
Karl Karzmar
Dave Lykken, WUTC



WSSAP Mitigation as of December 31, 2009

| Mitigation Category | 2008 Model Results | Mitigated Through WSSAP | Other Mitigation | Total Mitigation |
|----------------------------|---------------------------|--------------------------------|-------------------------|-------------------------|
| Priority | 8 | 8 | 0 | 8 |
| Scheduled Replacement | 96 | 26 | 18 | 44 |
| Increased Leak Survey | 1,650 | 2 | 9 | 11 |
| Standard Mitigation | 5,622 | 3 | 0 | 3 |
| Subtotal | 7,376 | 39 | 27 | 66 |

Leak Status Report for 2009 –

| Mitigation Category | # Active Leaks | # Repaired Leaks by Cause | # Leaks Discovered in 2009 | % of services with leak discovered |
|-----------------------|----------------|--|----------------------------|------------------------------------|
| Priority | 0 | 0 | 0 | 0% |
| Scheduled replacement | 0 | 1 – Excavation 1 - Total | 1 | 1.04% |
| Increased Leak Survey | 1 | 1 – Excavation 1 – Corrosion 2 - Total | 3 | 0.18% |
| Standard Mitigation | 0 | 1 – Other 1 – Total | 1 | 0.02% |