



Puget Sound Energy  
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October 19, 2011

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

RE: Third Quarter 2011 Update to EES Exhibits 3 and 4  
Filed Electronically and by U.S. Mail  
Docket No. UE-100177

Dear Mr. Danner,

Enclosed are an original and three copies of Puget Sound Energy, Inc.'s (the "Company") third quarter revisions of its 2011 Exhibit 3; EES Program Descriptions, and Exhibit 4; EES List of Measures, Incentives and Eligibility, which were originally filed in Docket No. UE-100177 on December 1, 2010.

The revisions are consistent with Section 10 of the Company's 2011 Annual Conservation Plan overview, which indicates that Exhibit 4 will be updated quarterly at a minimum. This submittal is also in keeping with the 2010 Electric Settlement Agreement (Docket No. UE-100177) condition K(5), which indicates that program details must be maintained as tariff attachments with the Commission and condition K(7)(a), which indicates that program modifications must be filed with the Commission as revisions to tariffs or as revisions to PSE's Annual Conservation Plan, as appropriate. The exhibits replace the documents filed on July 21, 2011.

#### Exhibit 3

This revision includes a multifamily (Schedules 217 and 218, electric and gas) definition of "campus", which is included to make incentive applications more efficient for property owners. The other major update is new large power user/self-directed language, necessitated by the acceptance of the revised Schedule 258 in September.

#### Exhibit 4

The incentive amounts for several residential measures were adjusted to compensate for the current market conditions, and new measures were added for the business sector. Two significant changes were made in the formatting of the document, specifically, to low income weatherization programs (Schedules 201 and 203) and the commercial/industrial (C/I) new construction sections. Low income weatherization

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combined a large number of separate incentive tables into three. The new tables allow the reader to compare incentive amounts for three structure types at once, rather than on different pages. The incentive amounts themselves were not affected. The C/I new construction revision included deletion of the whole-building prescriptive tables; approximately 20 pages. With the implementation of the 2009 Washington State Energy Code at the beginning of 2011, the vast majority of these measures were adopted as the new baseline code and thus, are now not cost-effective.

The Company provided advance copies of the document, including draft and final versions, and a table outlining all of the measures changes that were implemented from July through September 2011, to the Conservation Resource Advisory Group (CRAG) on October 6, 2011.

Please contact Lynn Logen at (425) 462-3872 or Andy Hemstreet at (425) 456-2633 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. ffitc  
Sheree Carson