

**EXHIBIT NO. \_\_\_(RG-23)**  
**DOCKET NO. UE-09\_\_\_/UG-09\_\_\_**  
**2009 PSE GENERAL RATE CASE**  
**WITNESS: ROGER GARRATT**

**BEFORE THE**  
**WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY, INC.,**

**Respondent.**

**Docket No. UE-09\_\_\_**  
**Docket No. UG-09\_\_\_**

**TWENTY-SECOND EXHIBIT (NONCONFIDENTIAL) TO THE  
PREFILED DIRECT TESTIMONY OF  
ROGER GARRATT  
ON BEHALF OF PUGET SOUND ENERGY, INC.**

**MAY 8, 2009**



**VIA FAX AND FEDERAL EXPRESS**

September 16, 2008

Lehman Brothers Commodities Services Inc.  
c/o Lehman Brothers Inc.  
745 Seventh Avenue  
New York, NY 10019

Attention: Michele Gold  
Senior Vice President  
Fax: (646) 834-4417  
Attention: Jacob Bliberg  
Fax: (646) 834-4615

**Re: Notice of Termination**

Gentlemen and Ladies:

This letter refers to the WSPP Agreement, the Master Confirmation Agreement dated as of July 9, 2007, and the Amended Confirmation dated July 12, 2007, Transaction Reference Number 499970-1, each between Lehman Brothers Commodities Services Inc. ("Lehman") and Puget Sound Energy, Inc. ("PSE"). Lehman Brothers Holdings Inc. is the Guarantor for Lehman under the WSPP Agreement. Section 22.1(e)(iii) of the WSPP Agreement provides in pertinent part that an Event of Default with respect to Lehman occurs at such time as Lehman Brothers Holdings Inc. institutes a bankruptcy, reorganization, moratorium, liquidation or similar insolvency proceeding or other relief under any bankruptcy or insolvency law affecting creditor's rights. On September 15, 2008, Lehman Brothers Holdings Inc. filed for Chapter 11 bankruptcy. Such action by Lehman Brothers Holdings Inc. constitutes an Event of Default with respect to Lehman under the WSPP Agreement (the "Event of Default").

This letter constitutes notice, pursuant to Section 22.2(b) of the WSPP Agreement, that due to the occurrence of the Event of Default, PSE hereby terminates all transactions between the Parties under the WSPP Agreement.

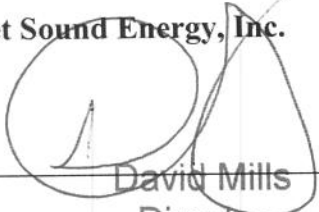
Lehman Brothers Commodities Services Inc.  
c/o Lehman Brothers Inc.  
September 16, 2008  
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Please refer any questions to the undersigned.

Very truly yours,

**Puget Sound Energy, Inc.**

By

A handwritten signature in black ink, appearing to read "David Mills", is written over a horizontal line. The signature is somewhat stylized and loops back.

David Mills  
Director

Its

Energy Supply & Planning  
Puget Sound Energy, Inc.