

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

Received [pse.com](https://pse.com)  
Records Management  
Jan 31, 2025

January 31, 2025

***Filed Via Web Portal***

Jeff Killip, Executive Director and Secretary  
Washington Utilities and Transportation Commission  
621 Woodland Square Loop SE  
Lacey, Washington 98503

**Re: Puget Sound Energy Settlement Targeted Electrification Pilot Report  
Compliance Filing  
Dockets UE-220066, UG-220067, and UG-210918 (consolidated)**

Dear Executive Director Killip,

Puget Sound Energy (PSE) respectfully submits the attached compliance filing – PSE’s Settlement Targeted Electrification Pilot (STEP) Report – pursuant to the Washington Utilities and Transportation Commission’s (UTC) Final Order 24/10,<sup>1</sup> which approved PSE’s 2022 general rate case (GRC) multiparty Settlement Agreement terms in Stipulation O at ¶65 and ¶67.<sup>2</sup>

Stipulation O of the Settlement Agreement at ¶67(b) stated:<sup>3</sup>

67. Targeted Electrification Pilot. PSE will conduct an 18-month Targeted Electrification Pilot.<sup>15</sup> The pilot will deploy strategies to maximize effective carbon reduction measures associated with the deployment of electric-only heat pumps in homes and buildings with wood, oil, propane, electric resistance and gas heating. This pilot is targeted toward residential and small commercial customers.

...

b. PSE agrees to file a report summarizing the results of the Targeted Electrification Pilot, including the number of residential and commercial customers engaged through each of the measures identified above, as a compliance requirement in this docket, no later than January 2025.

---

<sup>1</sup> *Wash. Utils. & Transp. Comm’n v. Puget Sound Energy*, Dockets UE-220066, UG-220067, & UG-210918 (consolidated) (Dockets UE-220066 et al.), Final Order 24/10, 19, ¶65(19) (Dec. 22, 2022) (Final Order 24/10).

<sup>2</sup> *Dockets UE-220066 et al.*, Appendix A to the PSE 2022 GRC Final Order 24/10 - Settlement Stipulation and Agreement on Revenue Requirement and All Other Issues Except Tacoma LNG and Green Direct (Aug. 26, 2022), Stipulation O (the Settlement Agreement).

<sup>3</sup> *Dockets UE-220066 et al.*, the Settlement Agreement, Stipulation O, 37-40, ¶67.

Jeff Killip, Executive Director and Secretary

January 31, 2025

Page 2 of 2

PSE met with Settlement Parties to provide progress updates and receive feedback on the direction of the STEP. PSE provides a summary of the meeting topics and feedback received in Appendix E of the report and in Attachment A to this filing which shows Stipulation O settled parties meetings.

Stipulation O of the Settlement Agreement requires PSE to use the Targeted Electrification Pilot and a Decarbonization Study to inform the development of a Targeted Electrification Strategy (TES).<sup>4</sup> Commission Order 33/19 amended the Settlement Agreement requiring the TES to be filed by January 31, 2025.<sup>5</sup> As such, concurrently with this Settlement Targeted Electrification Pilot Report, PSE is also filing a Decarbonization Study Summary Report and a Targeted Electrification Strategy report as separate compliance filings.

With this filing, PSE respectfully requests the Commission make a determination finding PSE's Settlement Targeted Electrification Pilot Report to be compliant and consistent with Final Order 24/10 and its Appendix A (the Settlement Agreement) ¶65 and ¶67.

Please contact Kelima Yakupova, State and Regional Policy Consultant in PSE Regulatory Policy, at (425) 462-3588 or [Kelima.Yakupova@pse.com](mailto:Kelima.Yakupova@pse.com), and Jennifer Coulson, Manager of Resource Planning and Analysis, at [Jennifer.Coulson@pse.com](mailto:Jennifer.Coulson@pse.com) for additional information about this filing. If you have any other questions, please contact me at (425) 462-3051.

Sincerely,

*/s/ Wendy Gerlitz*

Wendy Gerlitz  
Director, Regulatory Policy  
Puget Sound Energy  
PO Box 97034, BEL10W  
Bellevue, WA 98009-9734  
425-462-3051  
[Wendy.Gerlitz@pse.com](mailto:Wendy.Gerlitz@pse.com)

cc: Service List

Attachments:

PSE's Settlement Targeted Electrification Pilot Report  
Attachment A – Stipulation O - Settled Parties Meetings  
Attachment B – STEP Evaluation Report  
Certificate of Service

---

<sup>4</sup> Dockets UE-220066 et al., the Settlement Agreement, 35, ¶65.

<sup>5</sup> Dockets UE-220066 et al., Order 33/19, 4, ¶17 (Jul. 11, 2024).