

January 9, 2008

Name
Address
City State Zip

Re: Compressed Natural Gas for Vehicle Fuel

Dear Customer;

Puget Sound Energy, Inc. (PSE or the Company) is currently providing compressed natural gas (CNG) for vehicle fuel for your fleet under the terms of Schedule 50. PSE is planning to discontinue this service because continuation of this service will require that the Company invest in replacing or upgrading the equipment used for tracking and billing the retail sales.

In addition, CNG service is available from at least one other company and that company is opening a new location in Bellevue (near the intersection of I-405 and I-90) shortly after the first of the year.

Therefore, on January 9, 2008, PSE filed a request with the Washington Utilities and Transportation Commission (WUTC) to discontinue CNG service. **PSE has requested that the Commission approve this change to become effective on February 9, 2008.**

PSE customers may comment on this proposal by writing to the WUTC at: WUTC, P.O. Box 47250, Olympia, WA 98504-7250; or by email at: comments@wutc.wa.gov; or by fax at: 360-664-3604. For more information, see www.wutc.wa.gov or call 1-800-560-6150. If you write, include your name and mailing address, and the name of the company (PSE) and a description of the filing. The public is represented by the Public Counsel Section of the Washington Attorney General. You can write to: Public Counsel Assistant Attorney General, 900 4th Avenue, Suite 2000, Seattle, WA 98164-1012, or by email at utility@atg.wa.gov, or call 206-464-6907.

To contact PSE, you may reach us in writing at: Puget Sound Energy, Inc., ATTN: Lynn Logen, P.O. Box 97034, Bellevue, WA 98009-9734; by email at lynn.logen@pse.com; or by telephone at: 425-462-3872. Additional information about pending filings is available at www.pse.com/insidePSE/RateREgInformation.aspx.

Very truly yours,

Tom DeBoer
Director, Rates & Regulatory Affairs