



PUGET SOUND ENERGY

The Energy To Do Great Things

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

January 4, 2010

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

RE: Electric Line Extension Cost Study (Filed Electronically)

Dear Mr. Danner:

In accordance with the 2003 line extension collaborative agreement, Puget Sound Energy, Inc. ("PSE") conducted its 2009 annual review of the cost basis for both gas and electric line extension for the 12-month period ending June 30, 2009. The results of the electric study are provided herewith as an informational filing.

PSE is currently reviewing the results of the study to determine if it will propose any changes to its line extension tariffs. PSE anticipates that any changes to the tariffs resulting from the study would be filed in the second quarter of 2010.

Please contact Mei Cass at (425) 462-3800 for additional information about this filing. If you have any other questions, please contact me at (425) 462-3495.

Sincerely,

Tom DeBoer
Director, Federal & State Regulatory Affairs

Enclosed

cc: Simon J. fitch, Public Counsel
Paula Pyron, NWIGU
Sheree Carson, Perkins Coie

Puget Sound Energy

Electric Schedule 85 Line Extension Rate Analysis Details

Test Period: July 1, 2008 through June 30, 2009

Category	Tariff Rate	2009 Cost Study Rate	\$ Variance	% Change	Final Sample Size	Population Size
Services - OH from OH Distribution Within 250'	\$ 521	\$ 671.00	\$ 150.00	28.79%	50	583
Services - UG from OH Distribution Within 250'	\$ 786	\$ 945.08	\$ 159.08	20.24%	50	581
Services - UG from OH Distribution Over 250' - \$/ft	\$ 7.13	\$ 9.91	\$ 2.78	38.99%	50	244
Services - UG from UG Distribution Within 250'	\$ 479	\$ 541.33	\$ 62.33	13.01%	72	4,631
Services - UG from UG Distribution Over 250' - \$/ft	\$ 7.13	\$ 9.91	\$ 2.78	38.99%	50	256
Line Extension - OH Single Family						
Primary - Base Cost	\$ 4,173.00	\$ 4,600.00	\$ 427.00	10.23%	11	20
Primary - \$/ft	\$ 9.75	\$ 9.77	\$ 0.02	0.21%	11	20
Secondary - Base Cost	\$ 2,500.00	\$ 3,199.80	\$ 699.80	27.99%	18	33
Secondary - \$/ft	\$ 9.73	\$ 9.87	\$ 0.14	1.44%	18	33
Line Extension-UG Single Family						
Primary - Base Cost	\$ 3,800.00	\$ 4,300.00	\$ 500.00	13.16%	287	352
Primary - \$/ft	\$ 4.79	\$ 4.95	\$ 0.16	3.34%	287	352
Secondary - Base Cost	\$ 1,150.00	\$ 1,500.00	\$ 350.00	30.43%	28	45
Secondary - \$/ft	\$ 15.85	\$ 7.95	\$ (7.90)	-49.84%	28	45
Line Extension - Plat	\$ 34.36	\$ 38.00	\$ 3.64	10.59%	44	350

Other Data

Category	Min Average	Max Average	Average
Services - OH from OH Distribution Within 250'	\$ 441.96	\$ 1,788.74	\$ 671.00
Services - UG from OH Distribution Within 250'	\$ 600.22	\$ 1,612.69	\$ 945.08
Services - UG from UG Distribution Within 250'	\$ 420.46	\$ 920.68	\$ 541.33
Line Extension - Plat	\$ 22.26	\$ 83.09	\$ 38.00