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

September 25, 2012

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 2012 annual review of the cost basis for both natural gas and electric line extensions for the 12-month period ending December 31, 2011. The results of the electric cost study are provided herewith as an informational filing. The natural gas study results are also being filed concurrently on September 25, 2012.

In addition to the cost studies, PSE is currently reviewing other elements of its line extension tariffs and policies. If there are any proposed changes to the tariffs, PSE anticipates that the changes to the tariffs would be filed in the 4th quarter of 2012.

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

Enclosure

cc: Simon J. ffitch, Public Counsel

Sheree Carson, Perkins Coie