

UG-101644



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

October 1, 2010

2010 OCT -1 PM 3:29

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

Re: Advice No. 2010-25 – Natural Gas Tariff Filing - Filed Electronically

Dear Mr. Danner:

Puget Sound Energy, Inc. (the “Company” or “PSE”) hereby submits proposed revisions to its natural gas tariff. This filing, pursuant to RCW 80.28.060 and Chapter 480-80 WAC, proposes revisions in the following natural gas tariff sheets.

WN U-2 - (Natural Gas Tariff):

9 th Revision	Sheet No. 116-A	General Gas Lighting and Street Lighting Service (Optional) (Continued)
53 rd Revision	Sheet No. 123	Residential General Service
49 th Revision	Sheet No. 131	Commercial and Industrial General Service
3 rd Revision	Sheet No. 131T	Distribution System Transportation Service (Firm-Commercial and Industrial)
55 th Revision	Sheet No. 141	Large Volume High Load Factor Gas Service (Optional)
3 rd Revision	Sheet No. 141T	Distribution System Transportation Service (Firm-Large Volume High Load Factor)
3 rd Revision	Sheet No. 141T-A	Distribution System Transportation Service (Firm-Large Volume High Load Factor) (Continued)
9 th Revision	Sheet No. 153-B	Propane Service (Continued)
2 nd Revision	Sheet No. 161-A	Special Standby and Auxiliary Heating Service (Continued)
22 nd Revision	Sheet No. 171	Residential Water Heater Rental Service
23 rd Revision	Sheet No. 172	Large Volume Water Heater Rental Service
17 th Revision	Sheet No. 174	Gas Conversion Burner Rental Service
16 th Revision	Sheet No. 185-C	Interruptible Gas Service with Firm Option (Continued)
18 th Revision	Sheet No. 185-D	Interruptible Gas Service with Firm Option (Continued)
3 rd Revision	Sheet No. 185T	Distribution System Transportation Service (Interruptible with Firm Option)
16 th Revision	Sheet No. 186-C	Limited Interruptible Gas Service with Firm Option (Optional) (Continued)
15 th Revision	Sheet No. 186-D	Limited Interruptible Gas Service with Firm Option (Optional) (Continued)
3 rd Revision	Sheet No. 186T	Distribution System Transportation Service (Interruptible with

		Firm Option)
2 nd Revision	Sheet No. 186T-A	Distribution System Transportation Service (Interruptible with Firm Option) (Continued)
17 th Revision	Sheet No. 187-D	Non-Exclusive Interruptible Gas Service w/ Firm Option (Continued)
3 rd Revision	Sheet No. 187T	Distribution System Transportation Service (Non-Exclusive Interruptible with Firm Option)
2 nd Revision	Sheet No. 187T-A	Distribution System Transportation Service (Non-Exclusive Interruptible with Firm Option) (Continued)

The primary purpose of this filing is to implement changes to natural gas rates of less than three percent (3.0%). This filing revises the basic charges and gas delivery charges upward in order to reflect increased costs over the test year. The filing also proposes increases in minimum charges, procurement charges, procurement charge credits and demand charges. Overall, this filing represents an increase of \$24,384,451 or 2.3%. While this filing represents an increase in rates, the Company requests that the Commission treat it as a tariff filing as provided in RCW 80.28.060 and WAC 480-80-121 rather than a general rate case.

The tariff sheets described herein reflect issue dates of October 1, 2010, and effective dates of November 1, 2010. The Company anticipates that the Commission's examination of this filing may not be completed within the thirty-day statutory notice period and respectfully requests that the Commission take such actions as necessary to allow this filing to become effective no later than February 1, 2011.

To aid in the Commission's examination of this tariff filing the Company has prepared and is delivering to the Commission's Record Center for filing an original and twelve copies of testimony and exhibits discussing the factors that are impacting costs, pro forma and restating adjustments, revenue deficiency, cost of service and rate spread. Work papers detailing the revenue requirement and rate spread are included with the testimony and exhibits. Electronic versions of testimony and exhibits are also being hand delivered to the Commission's Record Center.

All rate schedules for natural gas service are affected by this increase as shown below:

Type of Service	Schedules	Percent Increase
Residential	16, 23, 53	2.5
Commercial & Industrial	31, 61	2.2
Large Volume	41, 41T	1.6
Interruptible	85, 85T	2.6
Limited interruptible	86, 86T	1.4
Non-exclusive interruptible	87, 87T	1.3
Rentals	71, 72, 74	2.9
Contracts		2.5

Mr. David Danner
October 1, 2010
Advice No. 2010-25
Page 3 of 3

Posting of proposed tariff changes, as required by WAC 480-90-193, is being made by posting the proposed tariff sheets on the PSE web site immediately prior to or coincident with the date of this transmittal letter. Notice to the public will be provided under the provisions of WAC 480-90-194(2) through a published notice at least thirty days before the stated effective date of the tariff change.

Service and correspondence relating to this filing should be directed to:

Tom DeBoer
Director, Federal and State Regulatory Affairs
Puget Sound Energy, Inc.
P.O. Box 97034 PSE-08N
Bellevue, WA 98009-9734
Email: tom.deboer@pse.com
Ph: (425) 462-3495
Fax: (425) 462-3414

Sheree Strom Carson, WSBA #25349
Donna Barnett, WSBA #36794
Perkins Coie LLP
10885 NE Fourth Street, Suite 700
Bellevue, WA 98004-5579
Email: scarson@perkinscoie.com
dbarnett@perkinscoie.com
Ph: (425) 635-1400
Fax: (425) 635-2400
Attorneys for Puget Sound Energy, Inc.

Please contact me at (425) 462-3495 for additional information or any other questions regarding this filing.

Very truly yours,



Tom DeBoer
Director, Federal & State Regulatory Affairs

Enclosures

cc: Simon J. ffitc
Sheree Carson
Paula Pyron
Don Schoenbeck
Chad Stokes
Damon E. Xenopoulos
Ronald L. Roseman
Elaine L. Spencer