



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

May 21, 2008

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
Olympia, W A 98504

**Re: Puget Sound Energy, Inc.'s Petition for Accounting Order
(Colstrip Lawsuit Settlement)**

Dear Ms. Washburn:

Enclosed are an original and twelve copies of the Petition of Puget Sound Energy, Inc. for an Accounting Order regarding treatment of a settlement payment to be incurred as a result of the recent settlement of a lawsuit in the State of Montana over alleged damages caused by the operation of the Colstrip Generating Project in Colstrip, Montana.

This petition is being submitted via the Washington Utilities and Transportation Commission's Records Center Web Portal electronic-filing system and by overnight mail

If you have any questions regarding this filing, please contact me at (425) 456-2797.

Very truly yours,

A handwritten signature in black ink, appearing to read "K. Karzmar", with a long horizontal flourish extending to the right.

Karl R. Karzmar
Director, Regulatory Relations

Enclosures

cc: Bob Cedarbaum
Simon ffitich