

BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION
COMMISSION

In the Matter of the Application of
PUGET SOUND ENERGY
For An Order Approving Second
Amendment to the Service Area
Agreement

DOCKET-22____
PETITION

I. INTRODUCTION

1. Puget Sound Energy ("PSE") hereby respectfully requests an order from the Washington Utilities and Transportation Commission (the "Commission" or "UTC") that approves the amended EXHIBIT C to the Service Area Agreement ("SAA") between Tanner Electric Cooperative ("Tanner") and PSE ("Parties"). The amended EXHIBIT C includes only one change. That change is to add one PSE service exception premise near Ames Lake to Part B of EXHIBIT C to the SAA. This will allow the transfer service responsibility of one existing PSE electric residential customer to Tanner in connection with King County's replacement of the 97-year-old Ames Lake Bridge in the customer's area.
2. The amended EXHIBIT C to the SAA is attached hereto as Exhibit 1. Exhibit 2 to this petition commemorates the Parties' mutual acceptance of this customer exception.
3. PSE is engaged in the business of providing electric and natural gas service within the State of Washington as a public service company, and is subject to the regulatory authority of the Commission as to its retail rates, service, facilities and

practices. PSE provides natural gas service to over 850,000 customers and electric service to approximately 1.2 million customers in Washington.

4. PSE’s representative in this proceeding is:

Jon Piliaris
Director, Regulatory Affairs
Puget Sound Energy
355 110th Ave NE
Bellevue, Washington 98004
425-456-2142
jon.piliaris@pse.com

5. Rules and statutes that may be brought at issue in this Petition include RCW 80.04.010, RCW 54.48.010–.040, RCW 80.12.020, WAC 480-07-370, WAC 480-143-120, and WAC 480-143-170.

II. BACKGROUND

6. PSE is a “public service company” and an “electrical company” as those terms are defined in RCW 80.04.010, and as those terms otherwise may be used in Title 80 RCW. PSE currently furnishes electric service to electric customers located in certain areas of the Puget Sound region of the State of Washington (including, but not limited to, King and Pierce Counties).
7. Tanner Electric Cooperative is an electric cooperative corporation organized under the laws of the State of Washington. Tanner owns and operates an electric distribution system and distributes and sells electricity to its members located in and near the City of North Bend and around Ames Lake in the vicinity of the City of Redmond in King County and on Anderson Island in Pierce County, State of Washington.

8. The Commission approved the currently effective SAA on January 26, 2012 in Order 01 of Docket U-120025. The SAA sets forth PSE's and Tanner's respective service area boundaries and Exhibit C to the SAA outlines certain exception premises within PSE's or Tanner's service area boundaries that are served by the other Party instead.

- "Tanner Service Exception Premises" means a property or service address within the PSE Service Area that is served by Tanner, as listed in Part A of the Exhibit C.
- "PSE Service Exception Premises" means a property or service address within the Tanner Service Area that is served by PSE, as listed in Part B of the Exhibit C to the SAA.

9. Section 2.3. Adjustments to Boundary, of the SAA provides that upon mutual written agreement and subject to UTC approval, PSE and Tanner may make adjustments to the boundary from time to time so that electric service to new service locations in close proximity to the boundary may be provided in an effective, efficient and economical manner.

- "Notwithstanding the foregoing, either Party may for any reason and in its sole discretion decline any request or proposal by the other Party or prospective Customer that would result in the provision of electric service by the other Party to a Point of Use within the Service Area of the objecting Party, or that would result in a Boundary adjustment or modification of Exhibit C (each, an "Exception Request"). The decision of a Party to exercise its right to decline to agree to an Exception Request shall not be subject to arbitration under section 8.1. If the Parties do mutually agree to an Exception Request, Exhibit A and Exhibit B or, if more appropriate Exhibit C, shall be modified accordingly, and such modifications shall constitute an amendment to this Agreement, provided such amendment is approved by the UTC."

III. KING COUNTY AMES LAKE TRESTLE BRIDGE REPLACEMENT PROJECT

10. King County is currently working on the replacement of the bridge¹ crossing Ames Creek on Ames Lake-Carnation Road NE, in rural unincorporated King County between Redmond and Carnation. This project will replace the 97-year-old Ames Lake Bridge with a wider structure and straighter bridge approaches. The new bridge will be built in the same location as the existing bridge but the roads to the bridge will be re-aligned to provide the straighter bridge approaches. Construction is set to begin in mid-2023. The new bridge should be complete in mid-2024. PSE and Tanner must have their associated relocation work completed by the end of 2022.

IV. PSE CUSTOMER NEAR THE AMES LAKE BRIDGE

11. Both Tanner and PSE have completed their own internal review of the Ames Lake Trestle Bridge Project and the project's impact to their customers. Both Parties have identified that the particular PSE Customer near the Ames Lake Bridge will be affected directly by the road alignment that provides the straighter bridge approaches. Both parties discussed and agree with the approach of transferring to Tanner the residential customer at King County Parcel Number 0725079042² so that the electric service to the customer will be provided in an effective, efficient and economical manner during the construction and after the replacement of the Ames Lake Bridge. In order to complete this transfer the Parties will need UTC approval and will need to add this parcel and address to the list of exceptions within the SAA. Therefore, PSE added a PSE Service Exception Premise near the Ames

¹ Ames Lake Trestle Bridge No. 1320A Replacement Project - King County
<https://kingcounty.gov/depts/local-services/roads/ames-lake-bridge.aspx>

² 6009 Ames Lake-Carnation Rd NE, Carnation, WA 98014

Lake area to Part B of the amended EXHIBIT C to the SAA, attached hereto as Exhibit 1 to this petition. The Parties' mutual agreement about this customer transfer is documented in Exhibit 2 to this petition.

12. There is no transferring of any electric facilities from PSE to Tanner.

**V. REQUEST FOR APPROVAL OF THE AMENDED EXHIBIT C TO THE SERVICE
AREA AGREEMENT**

13. As stipulated in Section 2.3 of the SAA, the change to the existing EXHIBIT C to the SAA to include one PSE Service Exception Premise near the Ames Lake area to Part B of EXHIBIT C requires the Parties' mutual agreement and the Commission approval before transferring service responsibility for the customer. The Parties both concluded it is the best approach to ensure that the affected Customer is and will receive electric service in an effective, efficient and economical manner. The transfer of this customer is in the public interest. PSE is requesting UTC approval of such customer transfer and an approval of the amended EXHIBIT C to the SAA.

20. For the reasons set forth above, PSE respectfully requests that the Commission issue an order by May 1, 2022 that:

- (1) Approves the "Second Amendment to Service Area Agreement EXHIBIT C to Service Area Agreement List of Excepted Premises" as attached as Exhibit 1 to this petition.

DATED: April 8, 2022

PUGET SOUND ENERGY

By */s/ Jon Piliaris*

Jon Piliaris
Director, Regulatory Affairs

Exhibit 1 to the Petition

Second Amendment to Service Area Agreement

EXHIBIT C to Service Area Agreement List of Excepted Premises

Part (A)

Tanner Service Exception Premises in the North Bend Area

Parcel Number or Service Address
Parcel Number 3124089081
Parcel Number 3124089117
Parcel Number 3124089053
Parcel Number 3124089016
Parcel Number 3124089104
Parcel Number 3124089106
Parcel Number 3124089088
Parcel Number 0623089021
Parcel Number 7850700000
Parcel Number 3124089009
Parcel Number 7802900360
Parcel Number 7802900410
Parcel Number 7802900520
Parcel Number 3624079001
Parcel Number 3624079082

Exhibit 1 to the Petition

Second Amendment to Service Area Agreement

EXHIBIT C to Service Area Agreement List of Excepted Premises

Part (A) (Continued)

Tanner Service Exception Premises in the Ames Lake Area

Service Address

Part (B)

PSE Service Exception Premises in the North Bend Area

Service Address
39003 SE North Bend Way
40091 Alm Way; Parcel No. 0523089048
40023 SE 106 th Place
40021 SE 106 th Place
40011 SE 106 th Place
39941 SE 106 th Place
39915 SE 106 th Place
39829 SE 106 th Place
Parcel No. 0523089024
Parcel No. 0623089020 PSE Acct. 870828000 PA 870828063

Exhibit 1 to the Petition

Second Amendment to Service Area Agreement

EXHIBIT C to Service Area Agreement List of Excepted Premises

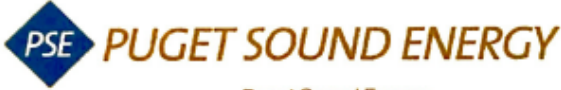
Part (B) (Continued)

PSE Service Exception Premises in the Ames Lake Area

Parcel Number or Service Address
Parcel Number 0725079042, 6009 Ames Lake-Carnation Rd NE, Carnation, WA 98014

Exhibit 2 to the Petition

Agreement between Puget Sound Energy and Tanner Electric Cooperative to the transferring to Tanner of the PSE residential customer: 6009 Ames Lake-Carnation Rd NE, Carnation, WA 98014, Parcel number 0725079042



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



Tanner Electrical Cooperative
Attn: Nick Himebauch
45715 SE 140th Street P.O. Box 1426
North Bend, WA 98045

Mr. Himebauch

This letter is to inform Tanner Electric Cooperative (Tanner) that PSE has completed our internal review of the Ames Lake Trestle Bridge project and the project's impact to our customers. In that review we discussed and agree with the approach of transferring the following residential customer to Tanner: 6009 Ames Lake-Carnation Rd NE, Carnation, WA 98014, Parcel number 0725079042. In order to complete this transfer we will need UTC approval and will need to add this parcel and address to the list of exceptions within the previously filed Boundary Agreement.

Please acknowledge your concurrence with this approach by signing below.

Tanner Electric Cooperative and PSE mutually agree to and accept this Plan as of the date indicated below:

For Tanner Electric Cooperative:

By:

Its: Nick Himebauch

Date: 16 March 2022

For PSE:

By:

Its: Director Customer & System Projects

Date: 4-6-2022