



May 30, 2013

*Via Web Portal and Overnight Mail*

Mr. Steven V. King  
Acting Executive Director and Secretary  
Washington Utilities and Transportation Commission  
PO Box 47250  
Olympia, WA 98504-7250

**Re: Securities Issuance – Pollution Control Bond Refinance  
Docket No. UE-130733**

Dear Mr. King:

In accordance with WAC 480-90-242(6) and WAC 480-100-242(6), Puget Sound Energy (the “Company”) encloses for filing an original and two copies of the final terms and conditions of the transaction described in the notice dated May 10, 2013, filed in compliance with RCW 80.08.040.


On May 16, 2013, the Company priced and subsequently issued two series of pollution control bonds, series 2013A in the amount of \$138,460,000 and series 2013B in the amount of \$23,400,000 as described in the term sheet, enclosed herewith as Attachment A, outlining the final terms and conditions of the transaction. Net proceeds from the issue will be used to redeem the outstanding series 2003A and 2003B pollution control bonds.

In view of the foregoing, and in accordance with WAC 480-90-242(6) and WAC 480-100-242(6), the undersigned hereby certifies that the information provided herein is true and correct to the best of his knowledge and belief.

Thank you for your assistance.

Sincerely,

PUGET SOUND ENERGY

By   
\_\_\_\_\_  
Brandon J. Lohse  
Treasurer

Attachments

cc: Simon ffitc

\$161,860,000

City of Forsyth, Rosebud County, Montana  
Pollution Control Revenue Refunding Bonds  
(Puget Sound Energy Project)

\$138,460,000                                  \$23,400,000  
Series 2013A (Non-AMT)                                  Series 2013B (AMT)

PRICING TERM SHEET

Obligor: Puget Sound Energy, Inc.  
Issuer: City of Forsyth, Rosebud County, Montana  
Security: First Mortgage Bonds  
Pricing Date: May 16, 2013  
Settlement Date: May 23, 2013  
Maturity Date: March 1, 2031  
Call Provision: Subject to redemption on any date on and after March 1, 2023, at par plus accrued interest  
Interest Payment Dates: March 1 and September 1, commencing September 1, 2013  
Price to Public: 100.00%  
Benchmark Index: 18-Year MMD  
Benchmark Yield: 2.55%

Series 2013A

Size: \$138,460,000  
Spread to Benchmark MMD: + 135 basis points  
Yield: 3.90%  
CUSIP: 346668DH6

Series 2013B

Size: \$23,400,000  
Spread to Benchmark MMD: + 145 basis points  
Yield: 4.00%  
CUSIP: 346668DJ2

Ratings: Moody's A3 (Stable)  
S&P A- (Stable)  
Fitch NR

Lead Underwriter: J.P. Morgan Securities LLC  
Co-Managers: KeyBanc / SunTrust

Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.