Puget Sound Energy, Inc. P.O. Box 90868 Bellevue. WA 98009-0868

March 28, 2006

Carole J. Washburn, Secretary Washington Utilities and Transportation Commission PO Box 47250 Olympia, WA 98504-7250

Attn: Alan Rathbun

Re: Critical Bond Program 2005 Annual Report (Docket s UG-941394, PG-030080, and PG-

030128)

Dear Mr. Rathbun:

This letter provides the 2005 annual report on the Critical Bond Program that was originally committed to in response to the WUTC Audit of Puget Sound Energy (PSE) Company's Central Division (UG-941394) and reaffirmed in the Settlement Agreement subsequent to the Pierce and King County Audits (PG-030080 and PG-030128.)

In 2005, PSE completed remediation on 93 CP systems for a cumulative total of 2,806 systems. The total number of CP systems increased from the original 2,701 to 3,511 in 2004. The total number of systems decreased to 3,305 in 2005. The number of systems changes when the existing systems are modified. Modifications include separating larger systems into smaller systems, combining systems, installing new systems and retiring existing systems. The attached table provides a summary of the number of systems completed for each year since the inception of the program.

Please contact me at 425-462-3957 if you have any questions.

Sincerely,

Jim Hogan

Manager, Standards and Compliance

cc: Kimberly Harris

Karl Karzmar

Sue McLain

Booga Gilbertson

**Duane Henderson** 

Harry Shapiro

Posted RMS

## Critical Bond Program Summary Report

<u>Year</u>	Impressed	Galvanic	Annual total	Cumulative Total
1996	2	164	166	166
1997	25	553	578	744
1998	25	426	451	1195
1999	41	286	327	1522
2000	30	210	240	1762
2001	27	269	296	2058
2002	27	329	356	2414
2003	9	168	177	2591
2004	7	115	122	2713
2005	7	86	93	2806