



Christine O. Gregoire

# ATTORNEY GENERAL OF WASHINGTON

Utilities and Transportation Division

1400 S Evergreen Park Drive SW • PO Box 40128 • Olympia WA 98504-0128 • (360) 664-1183

December 3, 2003

RECEIVED  
RECORDS MANAGEMENT  
03 DEC -3 AM 10:30  
STATE OF WASH  
UTIL AND TRANSP  
COMM DIV

Carole J. Washburn, Secretary  
Washington Utilities and Transportation Commission  
1300 S. Evergreen Park Dr. SW  
P. O. Box 47250  
Olympia, Washington 98504-7250

Re: *Puget Sound Energy, Inc. – 2003 Power Cost Adjustment Annual Report*  
Docket No. UE-031389

Dear Ms. Washburn:

Pursuant to the Commission's Prehearing Conference Order No. 2, issued on October 1, 2003, the Commission required the parties to advise it today whether a settlement in this proceeding is possible.

Please be advised that the parties are continuing their settlement discussions. It is not yet known whether settlement is possible. We understand that any settlement should be filed on December 5, 2003. We will endeavor to meet that date should we reach a settlement.

Very truly yours,

ROBERT D. CEDARBAUM  
Senior Counsel

RDC:tt  
cc: Judge Wallis  
Judge Moss  
Parties

