

IMPORTANT NOTICE FOR PUGET SOUND ENERGY ELECTRICITY CUSTOMERS ABOUT PROPOSED RATE CHANGE

Puget Sound Energy on January 30, 2012 filed a request with the state Utilities and Transportation Commission (UTC) to change rates for electric service. The proposed change is to allow recovery of the uncollected balance under the Regulatory Asset Tracker, electric Schedule 133. The rates under the Regulatory Asset Tracker were changed to zero on January 1, 2012, however there was a difference between the amount planned to be collected under the tracker and the actual amount collected. This filing proposes to collect the remaining amount over six months starting March 1, 2012.

If approved by the UTC, the cost for electric service will increase an overall average of 0.1 percent (1 tenth of 1 percent).

An electric residential customer who uses an average of 1,000 kwh per month will pay an additional of 0.12 percent or 11 cents per month.

The overall average increase for electric customers is as follows:

TYPE OF SERVICE/SCHEDULES	PERCENT INCREASE
Residential (Schedule 7)	0.11
Commercial & Industrial (Schedules 24, 25, 26)	0.09
Irrigation (Schedule 29)	0.07
Commercial & Industrial (Schedules 26P, 31, 35, 43)	0.10
Campus Rate (Schedule 40)	0.12
High Voltage (Schedules 46, 49)	0.10
Choice/Retail Wheeling (Schedules 448, 449)	0.00
Lighting (Schedules 50-59)	0.09

The UTC has the authority to set final rates that may vary from PSE's request, either higher or lower or structured differently depending on the results of its review.

Comments or questions on proposal: PSE customers may submit comments to the UTC about this proposal by using the online comment form at www.utc.wa.gov/comment; by email to comments@utc.wa.gov; by fax to 360-664-4291; by phone to 1-888-333-9882; or mailing your comments to the UTC at: P.O. Box 47250, Olympia, WA, 98504. If you write, include your name and mailing address, the name of the company (PSE), and Advice No. 2012-01. You may also ask questions of the UTC and request that the UTC notify you of the open meeting at which this proposal will be considered by the Commission.

The public, including residential and small business customers, is represented by the Public Counsel Section of the Washington State Attorney General's office. You can reach the Public Counsel Section by writing to Public Counsel, Assistant Attorney General, 800 5th Avenue, Suite 2000, Seattle, WA 98104-3188, or by email at utility@atg.wa.gov.

If you have questions or comments for PSE about this proposal, you may submit them by writing to PSE at: Puget Sound Energy, ATTN: Customer Service, P.O. Box 97034, Bellevue, WA 98009-9734, by email at customer@pse.com or by telephone at 1-888-225-5773. Additional information about the filing is available at www.pse.com.