



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

March 26, 2008

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
Olympia, WA 98504

**Re: Docket No. UE-070724 Puget Sound Energy, Inc.'s Petition for Accounting Order
(Electric Environmental Remediation Program)**

Dear Ms. Washburn:

On April 13, 2007, Puget Sound Energy, Inc. ("the Company") filed a Petition for an Accounting Order ("the Petition") regarding the treatment of costs incurred under its electric environmental remediation program in response to federal and state laws regarding hazardous wastes. In the Petition, the Company requested that the Commission issue an order authorizing the Company to defer the costs incurred in connection with the recently added components, "Lower Baker Power Plant Site," "Electron Flume Site," "Crystal Mountain Diesel Spill Site ("Crystal")," "Puyallup Service Center Site" and "Floyd Equipment Company Site." After discussions with the WUTC energy staff, and in view of the uniqueness of the Crystal site and knowledge that all of the pertinent facts and circumstances including insurance responsibility related to that site are now known, it has been determined that deferred accounting treatment is no longer necessary for Crystal. Accordingly, the Company withdraws its request to include Crystal for deferred accounting treatment under the Company's electric environmental remediation program. The Company continues to request deferred accounting treatment for the remaining sites addressed in the Petition.

This request is being submitted via the Washington Utilities and Transportation Commission's Records Center Web Portal electronic-filing system and by US mail.

If you have any questions regarding this filing, please contact me at (425) 456-2797.

Very truly yours,

A handwritten signature in black ink, appearing to read "K. Karzmar", is written over a horizontal line.

Karl R. Karzmar
Director, Regulatory Relations

Enclosures

cc: Bob Cedarbaum
Simon ffitich