



PUGET SOUND ENERGY

The Energy To Do Great Things

Puget Sound Energy
P.O. Box 97034
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PSE.com

May 1, 2009

2009 MAY -4 AM 8:06
WASHINGTON
COMMISSION

Mr. David Danner, Secretary and Executive Director
Washington Utilities and Transportation Commission
P.O. Box 47250
Olympia, Washington 98504-7250

RE: Docket No. UG-950392 – Amendment to Clarify and Extend Term

Dear Mr. Danner:

Enclosed for filing by Puget Sound Energy, Inc. (“PSE” or “Company”) are three copies of Revision Seven to the special contract agreement between a predecessor company, Washington Natural Gas Company, and the Boeing Company (“Revision Seven”). The special contract agreement (the “Contract”) was approved by the Commission under the provisions of WAC 480-80-355 (now WAC 480-80-143) in Docket No. UG-950392.

The purpose of Revision Seven is a supplement to and does not conflict with or modify the Contract and is limited to (i) a change to clarify when the Contract makes references to a tariff rate schedule for transportation service that this means, or refers to, Schedule 87T of PSE’s tariff WN U-2 for gas service and to (ii) extending the term in paragraph 4 of the Contract from 20 years to 40 years. Paragraph 28 of the Contract provides that the Contract cannot be modified except by written instrument specifically referencing the Contract that has been executed by the parties. The attached amendment is such a written instrument.

The first of the two changes included in Revision Seven is necessary following the changes to the Company’s tariff in Docket Nos. UE-072300 and UG-072301 which replaced the single schedule for transportation service with five schedules for transportation service. The new Schedule 87T is the most similar to the single canceled schedule for transportation service (Schedule 57), therefore Boeing and PSE have agreed that Schedule 87T will be referred to when the Contract makes references such as “WNG’s tariffed rate schedule for transportation service”, “WNG’s tariffed rate schedule” or “tariffed transportation service” except in paragraph 20 of the Contract which refers to “tariffed rates and charges for transportation service” this reference is not to Schedule 87T, but to all of the Company’s schedules and rates for transportation service. The second change is to extend the term from the present 20 years (expiring on June 1, 2015) with automatic renewals for succeeding 5-year-terms to 40 years with automatic renewals for succeeding 5-year-terms.

Mr. David Danner

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Please contact Lynn Logen at (425) 462-3872, by email at lynn.logen@pse.com, or by facsimile at (425) 462-3414 for additional information about this filing. If you have any other questions please contact me at (425) 462-3495.

Very truly yours,

A handwritten signature in black ink that reads "Tom DeBoer". The signature is written in a cursive, slightly slanted style.

Tom DeBoer
Director, Federal & State Regulatory Affairs

Enclosure

cc: Simon J. ffitich, Public Counsel
Sheree Carson, Perkins Coie

REVISION SEVEN

This REVISION SEVEN to TRANSPORTATION SERVICE AGREEMENT dated as of April 15, 2009, is entered into by and between the Boeing Company (the "Customer") and Puget Sound Energy, Inc. (the "Company") to revise the Transportation Service Agreement dated as of February 27, 1995, between the Customer and the Company, as revised by Revision One to the Transportation Service Agreement dated as of September 1, 1995, Revision Two to the Transportation Service Agreement dated as of April 1, 2000, Revision Three to the Transportation Service Agreement dated as of May 28, 2003, Revision Four to the Transportation Service Agreement dated as of October 6, 2003, Revision Five to the Transportation Service Agreement dated as of August 1, 2006, and Revision Six to the Transportation Service Agreement dated as of December 22, 2008, all such revisions are between the Customer and the Company.

Effective June 1, 2009:

Section 1 Definitions.

Added Definition: "WNG's tariffed rate schedule for transportation service", "WNG's tariffed rate schedule" or "tariffed transportation service" shall mean or refer to Schedule 87T included in the Company's WN U-2 tariff for gas service.

Formerly: The Company only had one tariffed schedule for transportation service. As of November 1, 2008 the Company had five such schedules making this added definition necessary.

Section 4. Agreement Term.

Changed to: 40 years commencing on the Effective Date.

Formerly: 20 years commencing on the Effective Date

In all other respects, the aforesaid service agreement shall remain in full force and effect, and this revision shall become a part of and attached to said service agreement.

PUGET SOUND ENERGY, INC.

By:  _____

Its: Director Major Accounts

THE BOEING COMPANY

By:  _____

Its: Procurement Agent