



PUGET SOUND ENERGY

The Energy To Do Great Things

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March 15, 2010

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

Via Electronic and Regular Mail

RE: Docket No. UE-970686
Update of 2009 Annual Report of Energy Efficiency Services (EES) Programs

Dear Mr. Danner,

Enclosed are an original and three copies of replacement pages to Puget Sound Energy's ("PSE" or the "Company") 2009 annual report of Energy Efficiency Services ("EES") program results, originally filed on February 16, 2010, under the above docket number. These pages replace certain of the pages previously filed and include a new exhibit. Specifically, the replacement pages and new exhibit are:

- A replacement Table of Contents, indicating the addition of Exhibit 2, the Incentive and Program Total Resource Cost Calculator
- A replacement Executive Summary, (pages 1 through 3), reflecting corrected electric savings amounts and resultant final incentive calculations
- A replacement Exhibit 1, page A, Electric Programs results and page B, Gas Program results
- A new Exhibit 2 (exhibit pages C and D)

The footer of each of the replacement and new pages reflects a date of March 15, 2010, in order to be more easily identified.

These revisions were necessary as a result of PSE's ongoing review of program results relative to performing the calculations for the 2009 incentive under Schedule 121, Electricity Conservation Incentive Mechanism. While performing the year-end cost effectiveness calculations (outlined in page D of Exhibit 2) and working with the EES audit team and the EES evaluation team, minor savings discrepancies were noted (a difference of 0.03 percent overall) in the residential sector, which are further explained in table 1 below. The corrected figures are reflected in the enclosed replacement and new pages.

Please note that in the replacement Executive Summary pages, the average megawatt value did not change due to these revisions, nor did the overall savings percentages due to rounding. For example, without rounding the total amount originally reported as 35.1 aMW was 35.136 aMW. The corrected total is 35.147 aMW (which rounds to 35.1 aMW).

Table 1; Residential Savings Revisions

2009 EES Savings Adjustments

Electric Adjustments

Single Family Existing: Weatherization

Reported: 2,947,720
Actual: 3,021,652
Total to Adj. 73,932 Some insulation project units were incorrectly summed by the PSE vendor without updating the PSE savings records.

Single Family New Construction

Reported: 2,025,472
Actual: 2,022,208
Total to Adj. (3,264) **RTF CFL fixture error:** Although the vast majority of savings attributed to this error (interior fixtures were assigned exterior values and vice-versa) was corrected in August 2009, one remaining element of the Single Family New Construction program was just discovered during the cost effectiveness audit.

Single Family New Construction: Energy Star Manufactured Home

Reported: 136,390
Actual: 171,181
Total to Adj. 34,791 Error occurred when eight Manufactured Homes, entered in December, did not correctly roll up to the database total.

Single Family Existing: Quality Assured Duct Sealing

Reported: 110,754
Actual: 95,151
Total to Adj. (15,603) **Incorrect Adjustment & kWh/Project Calculation:** Savings Error Occurred because of improper customer counting by the PSE vendor and because of an incorrect savings estimate. The PSE vendor was using 1758 kWh per project; the correct savings is 1379 kWh.

Single Family Existing: Energy Star Heat Pump

Reported: 1,295,984
Actual: 1,297,229
Total to Adj. 1,245 **Correction Process Error:** Five heat pump corrections (Tier 2 heat pumps were reported as Tier 1) were entered into EES tracking system but weren't reported in the EES Monthly Reporting.

91,101 TOTAL KILOWATT-HOUR SAVINGS ADJUSTMENT

Natural Gas Adjustments

Commercial/Industrial Retrofit Natural Gas

Reported: 602,064
Actual: 666,908
Total to Adj. 64,844 Gas boiler project had unreported therm savings.

64,844 TOTAL THERM SAVINGS ADJUSTMENT

Please contact Lynn Logen at (425) 462-3872 or Andy Hemstreet at (425) 456-2633 for additional information about this filing. If you have any other questions, please contact me at (425) 462-3495.

Very truly yours,



Tom DeBoer
Director, Federal & State Regulatory Affairs

Enclosures

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