

NOTICE OF REQUEST TO CHANGE CONSERVATION RATES FOR PUGET SOUND ENERGY CUSTOMERS

Puget Sound Energy on March 1, 2012 filed requests with the state Utilities and Transportation Commission (UTC) to adjust electric and natural gas rates to offset the costs of investments made in energy efficiency programs that are made available to customers. The request for a slight decrease in natural gas rates through the Gas Conservation Program Charge listed on PSE bills is proposed to go into effect April 1, 2012. The other proposal, a request to increase electric rates for certain types of service through the Electric Conservation Program Charge, listed on PSE bills, is requested to become effective on May 1, 2012. If approved by the UTC, the cost for electric service will increase an overall average of 0.033 percent (33 one-thousandths of 1 percent).

An electric residential customer who uses an average of 1,000 kWh per month will see an increase of 2 cents per month increasing the total monthly electric conservation program charge to \$4.36. The overall average increase for electric customers is as follows:

SCHEDULES/TYPE OF SERVICE	PERCENT CHANGE
Schedule 7—Residential Service.....	0.022 increase
Schedule 24—Small General Service	0.117 increase
Schedule 25—Medium General Service.....	0.036 increase
Schedule 26—Large General Service.....	0.156 decrease
Schedule 29—Seasonal Irrigation & Drainage Pumping Service	0.048 decrease
Schedule 31—Primary Voltage General Service	0.443 increase
Schedule 35—Primary Voltage Irrigation & Drainage Pumping	1.097 increase
Schedule 40—Large General Service Greater Than 3 aMW	0.493 decrease
Schedule 43—Primary Voltage Interruptible Schools.....	0.162 increase
Schedule 46—High Voltage Interruptible Service.....	0.149 decrease
Schedule 49—High Voltage General Service.....	0.027 decrease
Schedules 50-59—Outdoor Lighting Service.....	0.198 increase
Schedules 448-459—High Voltage Transportation	0.000

PSE requested the above changes through the existing Electric Conservation Service Rider mechanism previously approved by the UTC and as a result of changes agreed to in Docket No. UE-100177. The mechanism allows PSE to periodically adjust its electric rates to reflect changes in investments in energy efficiency for customers made by the company.

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 <http://www.utc.wa.gov/comment>; e-mailing to comments@utc.wa.gov; faxing to 360-664-4291; 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 Docket No. UE-120292. You may also ask questions of the UTC and request that the UTC notify you of the open meeting at which these proposals 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 e-mail at utility@atg.wa.gov.

If you have questions or comments for PSE about this proposal, you may submit them by mailing, e-mailing or calling PSE at: Puget Sound Energy, ATTN: Customer Service, P.O. Box 90868, Bellevue, WA 98009-0868, by e-mail at customer@pse.com or by telephone at 1-888-225-5773. Additional information about the filing is available at PSE.com