



PUGET SOUND ENERGY

The Energy To Do Great Things

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

PSE.com

October 28, 2011

Filed via WUTC Web Portal and FedEx

Mr. David Danner, Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 South Evergreen Park Drive S.W.
P.O. Box 47250
Olympia, WA 98504-7250

Re: WAC-Required Report, WAC 480-109-010(3)

Dear Mr. Danner:

Enclosed for filing, please find Puget Sound Energy, Inc.'s ("PSE") report identifying its ten-year achievable conservation potential for the period 2012-2021 and PSE's biennial conservation target for the period 2012-2013, pursuant to WAC 480-109-010(3). Styled as the Biennial Conservation Plan ("BCP"), the BCP is also submitted pursuant to WAC 480-07-880(2) and the Commission's Final Order in Docket No. UE-100177 ("Final Order"). An electronic copy of the BCP is being submitted through the Records Center Web Portal. Although the above noted requirements apply to electric conservation programs, the Company is providing updated details on its gas conservation programs in order to comply with the 2002 Rate Case Settlement Agreement, approved in Docket No UG-011571.

The BCP and supporting documents meet the requirements of WAC 480-109-010(3) in that they:

- Identify a ten-year achievable conservation potential;
- Identify a biennial conservation target;
- Outline the extent of public and commission staff participation in the development of the conservation metrics;
- Identify whether the conservation council's plan or the utility's IRP and acquisition process were the source of the ten-year conservation potential; and
- State how the utility prorated the ten-year projection to create the two-year conservation target.

More specifically the BCP also contains the following exhibits:

- Ten-Year Potential & Two-Year Targets;
- Exhibit 1: 2012-2013 Plan Budget Details;
- Exhibit 2: Program Cost Effectiveness Estimates, with addenda;
- Exhibit 3: Program Descriptions;
- Exhibit 4: List of Measures, Incentives and Eligibility;
- Exhibit 5: Rebate Measure;
- Exhibit 6: Evaluation Plan;

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- Exhibit 7: Marketing Plan;
- Exhibit 8: EM&V Framework, with addenda; and
- Exhibit 9: 2010 Electric Settlement Condition Compliance Checklist

This Biennial Conservation Plan calls for acquiring electric conservation savings of 666,000 megawatt hours of electricity and 9.55 million therms of natural gas in the state of Washington. The electric budget is expected to be \$193.4 million and an expected natural gas budget of \$26.6 million. The Company intends on continuing to operate in compliance with the ongoing obligations of the 2010 Settlement Agreement Terms for Conservation in Docket No. UE-100177, save for the one-time obligations that are stated to terminate.

Attached revisions to tariff sheets (included in a separate filing and attached as an unnamed exhibit to the BCP) clarify terminology, update regulatory, State code or industry references and address significant changes in program strategies that are made to implement the BCP.

Also, included as supporting documents in this filing are the following attachments:

- Attachment 1: CRAG Meeting Presentations and Summary Notes;
- Attachment 2: Integrated Resource Plan Advisory Group Meeting Presentations;
- Attachment 3: Final 2011 IRP Presentation to the WUTC;
- Attachment 4: Selected Chapters and Appendices from the 2011 IRP; and
- Attachment 5: 2011 IRP Appendix K, Comprehensive Assessment of Demand-Side Resource Potentials (2012-2031);

With a filing date of October 31, 2011, the written comment period will expire within 30 days of that date, or November 30, 2011, as per WAC 480-109-010(4). Once the biennial conservation acquisition target is approved by the Commission, it will constitute all available conservation that is cost-effective, reliable and feasible for the applicable time period pursuant to RCW 19.285.040.

Please contact Lynn Logen at (425) 462-3872 for general information about this filing or contact Andy Hemstreet at (425) 456-2633 for additional information about the BCP. Please contact Calvin E. Shirley at (425) 456-2426 for policy related questions about this submittal. If you have any other questions please contact me at (425) 462-3495.

Sincerely,


Lynn F. Logen, Tariff Consultant

for

Tom DeBoer
Director, Federal & State Regulatory Affairs

Enclosures

cc: Service List UE-100177
Sheree Carson