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PUGET SOUND ENERGY

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

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December 1, 2008

VIA MESSENGER DELIVERY

Bonneville Power Administration
US Department of Energy
909 1st Ave Ste 380
Seattle WA 98104-9895
Stuart H. Clarke, Jr.
Senior Account Executive
Email: shclarkejr@bpa.gov

Re: PSW/Seattle – Regional Dialogue Residential Purchase and Sale Agreement, Contract No. 09PB-13211

Dear Mr. Clarke:

Thank you for sending to Puget Sound Energy, Inc. ("Puget") duplicate originals of the form of Residential Purchase and Sale Agreement, Contract No. 09PB-13211("RD RPSA") between the Bonneville Power Administration ("BPA") and Puget.

Enclosed are the duplicate originals of Puget's RD RPSA, Contract No. 09PB-13211, both of which Puget has signed.

Consistent with BPA's November 17, 2008 transmittal letter to Puget for the Regional Dialogue NR Firm Power Block Power Sales Agreement, Contract No. 09PB-13210 ("NR Block Agreement"), Puget understands that BPA intends to offer in 2009 revisions to sections 13.3.1.3 and 13.3.5 of the NR Block Agreement—and also revisions to sections 16.2.1.3 and 16.2.5 of the RD RPSA—to correct the shortcomings in these sections noted in BPA's November 17, 2008 letter to Puget. Consistent with BPA's November 18, 2008 letter to Portland General Electric Company, Puget also understands that BPA intends to offer in 2009 revisions to the RD RPSA to correct sections 2.4, 8.2, and 9.

Please sign and date both originals of the RD RPSA and return one fully-executed original to Kimberly Harris at Puget Sound Energy, Inc.

Thank you for your consideration, and if you have any questions, please contact me at (425) 462-3495.

Sincerely,

Tom DeBoer

Puget Sound Energy, Inc.
By Tom DeBoer
Title Director, Federal and State Regulatory Affairs

2 Enclosures: RD RPSAs (2 originals signed by Puget)