EXHIBIT NO. __(JHS-3) DOCKET NO. UG-10___ WITNESS: JOHN H. STORY

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of

PUGET SOUND ENERGY, INC.'S

Natural Gas Tariff Increase

Docket No. UG-10____

SECOND EXHIBIT (NONCONFIDENTIAL) TO THE PREFILED DIRECT TESTIMONY OF JOHN H. STORY ON BEHALF OF PUGET SOUND ENERGY, INC.

OCTOBER 1, 2010

PUGET SOUND ENERGY INCOME STATEMENT 2010 GAS TARIFF INCREASE FILING

	\ ا		TC Docket No.	W	UTC Docket No.
			UG-090705		UG-10
		Ac	tual Results of	A	ctual Results of
			Operation	Operation	
			12/31/08		6/30/10
			Total Gas		Total Gas
1 - OPERATING REVENUES:					
2 - SALES TO CUSTOMERS	9	5	1,149,587,391	\$	963,232,859
3 - MUNICIPAL ADDITIONS			49,951,006		43,439,732
4 - OTHER OPERATING REVENUES			17,329,860		16,566,668
5 - TOTAL OPERATING REVENUES	9	5	1,216,868,256	\$	1,023,239,258
6					
7					
8 - OPERATING REVENUE DEDUCTIONS:					
9					
10 - GAS COSTS:					
	a	•	707 054 050	¢	
12 - PURCHASED GAS	9	Þ	737,851,058	\$	550,153,571
13 14 - TOTAL PRODUCTION EXPENSES	9	•	707 054 050	\$	EEO 1EO E71
14 - TOTAL PRODUCTION EXPENSES	4	Þ	737,851,058	φ	550,153,571
16 - OTHER ENERGY SUPPLY EXPENSES:	9	2	1,873,117	\$	1,995,330
17 - TRANSMISSION EXPENSE	4	μ	394,280	Ψ	819,170
18 - DISTRIBUTION EXPENSE			51,612,729		49,275,443
19 - CUSTOMER ACCOUNT EXPENSES			28,177,045		33,716,568
20 - CUSTOMER SERVICE EXPENSES			4,829,560		4,493,583
21 - CONSERVATION AMORTIZATION			7,669,601		12,533,943
22 - ADMIN & GENERAL EXPENSE			44,215,773		44,718,807
23 - DEPRECIATION			82,190,938		98,032,901
24 - AMORTIZATION			15,618,788		15,432,435
25 - AMORTIZATION OF PROPERTY LOSS			-		-
26 - OTHER OPERATING EXPENSES			781,404		(255,496)
27 - FAS 133			, -		-
28 - TAXES OTHER THAN F.I.T.			108,410,162		97,432,691
29 - FEDERAL INCOME TAXES			(21,984,884)		(35,657,054)
30 - DEFERRED INCOME TAXES			43,878,484		48,545,918
31 - TOTAL OPERATING REV. DEDUCT.	9	5	1,105,518,056	\$	921,237,809
32					
33 - NET OPERATING INCOME	9	5	111,350,201	\$	102,001,449
34			- •		
35 - RATE BASE		\$	1,476,214,962	\$	1,593,833,326
36					
37					
38 - RATE OF RETURN			7.54%		6.40%

PUGET SOUND ENERGY BALANCE SHEET December 31, 2008 and June 30, 2010

FERC Account and Description	Dec-08	Dec-08 AMA	Jun-10	Jun-10 AMA
*ASSETS				
**UTILITY PLANT				
***Electric Plant				
101 Electric Plant in Service	6,048,482,343	5,719,028,068	6,476,360,047	6,311,786,597
101.1 Property Under Capital Leases 102 Electric Plant Purchased or Sold	69,911,858 -	24,722,124 (1,389,543)	-	31,148,161
105 Electric Plant Held for Future Use	16,765,058	14,617,009	28,311,185	23,048,098
106 Comp.Construction Not ClassfdElectric	58,874,298	78,711,148	171,667,689	118,326,778
107 Construction Work in Prog Electric	173,554,075	187,899,782	372,417,180	307,321,840
114 Electric Plant Acquisition Adjustments	228,771,745	84,158,653	251,782,251	250,928,162
***Total Electric Plant	6,596,359,376	6,107,747,241	7,300,538,351	7,042,559,636
***Gas Plant				
101 Gas Plant in Service	2,381,048,218	2,288,973,795	2,611,061,603	2,549,458,572
105 Gas Plant Held for Future Use	64,439	64,439	24,701,242	13,062,723
106 Comp. Construction Not Classfd Gas	65,726,596	39,275,309	20,257,567	29,991,205
107 Construction Work in Progress - Gas	46,359,520	61,260,783	34,804,870	40,280,914
117.3 Gas Strd.in Resvr.& PiplnNoncurr.	7,036,931	6,692,694	7,821,628	7,521,887
***Total Gas Plant	2,500,235,704	2,396,267,020	2,698,646,911	2,640,315,300
***Common Plant				
101 Plant in Service - Common	513,616,774	489,348,331	370,804,099	510,879,201
106 Comp Construction Not Classified - Common	1,451,001	2,209,322	-	-
107 Construction Work in Progress - Common	35,300,052	31,851,300	40,205,920	47,967,773
***Total Common Plant	550,367,827	523,408,953	411,010,020	558,846,974
***Accumulated Depreciation and Amortization				
108 Accumulated Provision for Depreciation	(3,193,189,220)	(3,072,588,827)	(3,450,612,871)	(3,358,917,730)
111 Accumulated Provision for Amortization	(281,038,245)	(259,068,828)	(128,962,504)	(286,634,683)
115 Accm.Prv.for Amort.of Plant Acquis.Adj.	(41,258,757)	(39,559,386)	(55,326,891)	(50,534,231)
***Less: Accumulated Depr and Amortizat	(3,515,486,222)	(3,371,217,041)	(3,634,902,266)	(3,696,086,644)
**NET UTILITY PLANT	6,131,476,685	5,656,206,174	6,775,293,016	6,545,635,265
**OTHER PROPERTY AND INVESTMENTS				
***Other Investments				
121 Nonutility Property	1,743,539	2,744,023	3,254,106	3,006,434
122 Accm.Prov.for Depr.& Amort.Non-utilty P	(446,721)	(446,394)	(521,761)	(487,368)
123.1 Investment in Subsidiary Companies 124 Other Investments	54,941,378 66,588,134	56,141,997 62,873,953	50,047,055 70,372,199	53,123,610 69,218,576
***Total Other Investments	122,826,330	121,313,578	123,151,600	124,861,252
	,,			
**TOTAL OTHER PROPERTY AND INVESTMENT	122,826,330	121,313,578	123,151,600	124,861,252
**CURRENT ASSETS				
***Cash				
131 Cash 134 Other Special Depending	4,266,107	2,710,857	12,633,777	3,243,351
134 Other Special Deposits 135 Working Funds	18,079,011 2,840,964	11,809,988 2,767,911	15,809,599 2,491,919	16,701,062 3,002,493
136 Temporary Cash Investments	19,912,977	46,593,008	112,793,841	76,023,453
***Total Cash	45,099,060	63,881,763	143,729,137	98,970,359
***Restricted Cash ***Total Restricted Cash	-	-	-	
***Accounts Receivable	4.050.044	0 770 004	2 740 400	4 007 004
141 Notes Receivable 142 Customer Accounts Receivable	4,856,611 265,885,158	3,772,361 199 881 624	3,742,426 180,621,708	4,667,981 204 554 486
142 Customer Accounts Receivable	265,885,158 97,238,297	199,881,624 111,236,511	82,803,451	204,554,486 71,500,333
146 Accounts Receiv.from Assoc. Companies	4,253,162	3,122,110	417,287	314,776
171 Interest and Dividends Receivable	101	459	109	179
173 Accrued Utility Revenues	248,648,600	151,677,365	88,880,573	131,807,692
185 Temporary Facilities	(181,738)	(275,805)	(81,666)	28,327
191 Unrecovered Purchased Gas Costs	(8,891,908)	(40,067,601)	(7,380,378)	(42,700,655)
***Total Accounts Receivable	611,808,282	429,347,024	349,003,511	370,173,120
***Allowance for Doubtful Accounts				
144 Accm.Prov.for Uncollectble Accts-Credit	(1,473,346)	(1,951,728)	(7,124,135)	(7,091,431)

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FERC Account and Description	Dec-08	Dec-08 AMA	Jun-10	Jun-10 AMA
***Less: Allowance for Doubtful Accounts	(1,473,346)	(1,951,728)	(7,124,135)	(7,091,431)
***Materials and Supplies				
151 Fuel Stock	13,057,562	9,635,340	13,619,246	12,976,254
154 Plant Materials and Operating Supplies 163 Stores Expense Undistributed	58,571,047	57,734,271	74,923,179	66,118,836
164.1 Gas Stored - Current	3,453,134 106,543,193	3,403,563 82,122,693	4,547,142 77,877,002	4,049,273 81,277,637
164.2 Liquefied Natural Gas Stored	603,868	646,169	615,636	652,055
***Total Materials and Supplies	182,228,805	153,542,036	171,582,205	165,074,055
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***Unrealized Gain-Derivative Instrumnts (ST)				
175 Invest in Derivative Instrumnts -Opt ST	15,565,520	45,803,773	10,748,236	13,370,738
176 Invest in Derivative Instrumnts-Gain ST	52,883	47,622,024	-	-
***Unrealized Gain on Derivatives (ST)	15,618,403	93,425,797	10,748,236	13,370,738
***Prepayments and Other Current Assets				
165 Prepayments	13,957,869	12,364,456	13,298,587	11,612,691
174 Misc.Current and Accrued Assets	-	3,747,044	-	5,711,016
186 Miscellaneous Deferred Debits	8,751	7,810	9,039	8,816
***Total Prepayments & Othr.Currt.Assets	13,966,620	16,119,310	13,307,626	17,332,524
Current Deferred Taxes				
Total Current Deferred Taxes	9,439,050	(5,412,710)	399,433,629	393,315,263
**TOTAL CURRENT ASSETS	876,686,874	748,951,493	1,080,680,209	1,051,144,627
**LONG-TERM ASSETS 128 Pension Assets	_	120,225,730	_	_
165 Long-Term Prepaid	7,466,344	5,322,714	55,980,038	41,151,270
175 Invest in Derivative Instrumnts -Opt LT	6,295,402	17,576,278	1,664,835	5,479,849
176 Invest in Derivative Instrumnts-Gain LT	416,171	47,891,463	-	21,762
181 Unamortized Debt Expense	23,449,157	24,308,068	46,938,185	44,944,328
182.1 Extraordinary Property Losses	120,104,230	122,821,460	97,844,450	105,636,986
182.2 Unrecovered Plant & Reg Study Costs	40,316,907	41,085,521	13,141,184	24,681,965
Subtotal WUTC AFUDC	42,822,914	39,413,840	53,017,323	50,819,315
182.3 Other Regulatory Assets	448,179,447	469,203,173	457,847,419	427,449,312
183 Prelm. Survey and Investigation Charges	1,672,916	1,006,718	2,123,882	2,120,486
184 Clearing Accounts 186 Miscellaneous Deferred Debits	280,246	746,577	1,462,663	955,747
187 Def.Losses from Dispos.of Utility Plant	336,133,817 934,518	39,791,822 1,263,375	269,474,567 477,435	305,879,847 610,498
189 Unamortized Loss on Reacquired Debt	20,774,179	21,391,666	18,921,718	19,539,205
**TOTAL LONG-TERM ASSETS	1,048,846,250	952,048,404	1,018,893,701	1,029,290,570
*TOTAL ASSETS	\$ 8,179,836,139 \$	5 7,478,519,649 \$	8,998,018,526 \$	8,750,931,715
*CAPITALIZATION AND LIABILITIES				
**CURRENT LIABILITIES				
230 Asset Retirement Obligations	(1,456,717)	(1,067,090)	(2,282,707)	(3,236,800)
244 FAS 133 Opt Unrealized Loss ST	(151,546,566)	(38,224,376)	(221,472,410)	(199,452,964)
245 FAS 133 Unrealized Loss ST	(85,319,254)	(16,381,120)	(,,,,,	(4,132,999)
231 Notes Payable	(964,700,000)	(350,100,917)	-	(142,141,667)
232 Accounts Payable	(369,164,027)	(286,886,366)	(268,112,629)	(255,706,299)
233 Notes Payable to Associated Companies	(26,053,395)	(25,135,076)	(22,897,785)	(22,895,861)
234 Accounts Payable to Asscted Companies	(4,833,330)	(1,834,011)	-	(15,080)
235 Customer Deposits	(22,884,889)	(22,116,941)	(29,893,060)	(26,951,332)
236 Taxes Accrued	(66,771,552)	(61,825,330)	20,489,362	21,002,775
237 Interest Accrued	(36,112,295)	(54,997,240)	(47,629,135)	(52,581,674)
238 Dividends Declared	- (2.162.402)	- (1 010 007)	(2,409,066)	- (1 265 957)
241 Tax Collections Payable 242 Misc. Current and Accrued Liabilities	(2,162,493) (14,626,783)	(1,818,897) (15,427,260)	(2,498,966) (14,309,512)	(1,365,857) (12,459,058)
243 Obligations Under Cap.Leases - Current	(68,586,141)	(21,871,623)	(14,309,312)	(30,487,836)
**TOTAL CURRENT LIABILITIES	(1,814,217,441)	(897,686,245)	(588,606,843)	(730,424,650)
	(,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(,,,-,-,-,-,-,-,-,-,-,-,-,-,-,-,	(,,,-,-,)	(,,,
**DEFERRED TAXES				
***Reg. Liability for Def.Income Tax				
253 Other Deferred Credits	-	(44,443)	-	-
283 Accum.Deferred Income Taxes - Other	(89,053,132)	(91,816,620)	(76,428,132)	(82,348,882)
***Total Reg.Liab.for Def.Income Tax	(89,053,132)	(91,861,063)	(76,428,132)	(82,348,882)
*** Deferred in early T-				
***Deferred Income Tax 190 Accum.Deferred Income Taxes	222 044 044	191 676 051		
255 Accum.Deferred Investment Tax Credits	322,941,911 (667,966)	181,676,251 (1,059,332)	- (428,118)	- (357,548)
282 Accum. Def. Income Taxes - Other Prop.	(832,014,769)	(757,251,239)	(1,054,790,213)	(1,010,345,587)
283 Accum.Deferred Income Taxes - Other	(151,526,078)	(192,093,141)	(233,960,938)	(218,065,148)
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""Total Deferred Income Tax (661,266,901) (768,272,461) (1,289,176,269) (1,228,768,283) "OTAL DEFERRED TAXES (750,320,033) (860,588,524) (1,365,607,401) (1,11,117,165) "OTHER DEFERRED CREDITS (2,42,400) (2,42,400) (2,42,400) (1,204,576) 228,24 Accum. Misc. Operating Provisions (159,422,964) (26,644,331) (14,198,32260) (12,04,576) 228,4 Accum. Misc. Operating Provisions (49,278,755) (64,221,010) (43,259,010) (12,28,765,280) 228,0 Customer Advances for Construction (170,648,771) (100,885,566) (98,822,24) (110,29,87,76) 255 Uber Genits (172,81,169) (100,885,566) (98,822,24) (110,29,83,77) 255 Def Gains tom Dispose of Construction (170,648,771) (100,885,566) (98,28,24) (110,29,647,75) 255 Uber Megulatory Liabilities (64,246,235) (42,168,334) (56,38,217) (33,37,65) 257 Unamotized Gain on Reacquired Debit (226,078) (325,077,97) (63,36,315) (77,38,379) (33,37,65) 257 Unamotized Gain on Reacquired Capita (78,474,142,260) (478,	FERC Account and Description	Dec-08	Dec-08 AMA	Jun-10	Jun-10 AMA
***OTHER DEFERRED CREDITS Subtotal 227 Oblig Under Cap Lesse - Noncurs (2.842,400) ***Total Urnealitod Loss on Derivatives - LT (158,422,984) 228.3 Pension and Peas Retirement Ubalgitudes - LT (158,422,984) 228.3 Pension and Peas Retirement Ubalgitudes - LT (158,422,984) 228.3 Pension and Peas Retirement Ubalgitudes - LT (158,422,984) 228.3 Pension and Peas Retirement Ubalgitudes - LT (158,422,984) 228.3 Pension and Peas Retirement Ubalgitudes - LT (158,422,984) 228.3 Ober Defension FAS 143 (28,203,881) 250 Ober Defension Depse ot Ubility PH (2.216,342) 251 Ober Defension Depse ot Ubility PH (2.216,342) 252 Obert Gension Depse ot Ubility PH (2.216,342) 257 Unamontzed Gain on Reacquired Debi (252,078) (212,576) (103,382) 257 Unamontzed Gain on Reacquired Debi (252,078) (212,576) (403,40,450) 250 Ober Defension Depse ot Ubility PH (2.216,342) 257 Unamontzed Gain on Reacquired Debi (252,078) (215,078) (433,414,250) (478,145,250) (216,020,020) (859,037,900) (859,038) (859,038) 257 Unamontzed Ga	***Total Deferred Income Tax	(661,266,901)	(768,727,461)	(1,289,179,269)	(1,228,768,283)
Subtoal 227 Oblig Under Cap Lases - Noncun - (2,42,400) - <	**TOTAL DEFERRED TAXES	(750,320,033)	(860,588,524)	(1,365,607,401)	(1,311,117,165)
Subtoal 227 Oblig Under Cap Lases - Noncun - (2,42,400) - <	**OTHER DEFERRED CREDITS				
Total Unrealized Loss on Derivatives -LT (158, 422, 934) (26, 844, 931) (141, 983, 226) (112, 004, 576) 228, 2 Accum, Prov for Injuries and Damages (2, 2650, 000) (14, 1914) (300, 000) (316, 667) 228, 3 Accum, Misc, Operating Provisions (49, 278, 754) (24, 323, 193) (77, 388, 744) (22, 841, 328) 220, Abset Retirement Dollgations (FAS 143) (28, 203, 821) (29, 134, 668) (93, 826, 224) (102, 098, 745) 252 Outbrene Advances for Construction (100, 546, 771) (100, 886, 668) (93, 826, 224) (102, 098, 745) 254 Other Regulatory Liabilities (54, 245, 256) (42, 108, 344) (35, 773, 38, 777) (35, 39, 706) 257 Unamotized Gain on Resoquired Debi (252, 078) (312, 276) (70, 552) (111, 000, 398, 756) 257 Unamotized Gain on Resoquired Debi (252, 078) (312, 276) (70, 552) (131, 080) 250 Cerimon Equity (320, 780) (685, 037, 900) (685, 038) (478, 145, 250) 210 Gain on Reside/Cancel of Reacq, Cap, Six (338) (-478, 145, 250) (71, 478, 145, 250) (214, 481, 168, 692) 210 Gain Cask Exponance <td></td> <td>-</td> <td>(2.842.400)</td> <td>-</td> <td>-</td>		-	(2.842.400)	-	-
222.2 Accum. Prov for liquires and Damages (2.650,000) (1.419,191) (300,000) (316,667) 223.3 Pension and Post Netiment Liabilities (16,686,920) (44,522,100) (54,352,139) (77,386,745) (61,287,933) 224.4 Accum. Misc. Operating Provisions (49,277,785) (44,523,139) (20,788,744) (22,841,326) 252.0 Customer Advances for Construction (100,464,771) (100,888,566) (20,788,442) (194,617,452) 253.0 ther Defered Credits (172,281,169) (186,161,644) (227,634,662) (35,783,477) (39,726,393) 255.0 ther Casins from Dispos of Uhily Pt (22,215,342) (24,64,058,665) (617,003,307) ""TOTAL OTHER DEFERRED CREDITS (685,033,115) (403,404,450) (644,068,665) (617,003,307) ""CAPITALIZATION ""STARCHOLDER'S EQUITY ""Common Capital Stock (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) <td>o</td> <td>(158 422 984)</td> <td> ,</td> <td>(141,983,226)</td> <td>(112,004,576)</td>	o	(158 422 984)	,	(141,983,226)	(112,004,576)
228.3 Pension and Post Reitrement Liabilities (116,686,920) (44,522,010) (54,358,912) (79,629,153) 228.4 Accum. Misc. Operating Provisions (49,278,734) (22,814,660) (20,788,744) (22,841,326) 220.4 Scient Misc. Operating Provisions (49,278,754) (20,788,744) (22,841,326) 222 Customer Advances for Construction (10,05,46,771) (100,888,666) (99,826,224) (102,09,8475) 254 Other Regulatory Liabilities (54,245,235) (42,163,334) (35,783,477) (35,39,706) 257 Unamorized Gain on Resoquired Delp (252,078) (312,767) (70,552) (131,089) 250 Corremon Equity			,		,
228.4 Accum. Misc.Operating Provisions (49.277,755) (43.523,139) (77.386,745) (61.287,933) 228 Asset Reiment Obligations (FAS 143) (28.203.821) (29.14666) (20.788,744) (22.841.328) 252 Outsomer Advances for Construction (100.464,771) (100.888,586) (20.788,344,22) (149.4617,42) 254 Other Regulatory Labilities (54.245,235) (42.108,334) (23.583,477) (33.728,398) 255 Other Genotics (101,145,42) (24.40,63,344) (27.484,342) (149.417,423,434) 255 Other Genotics (685,363,115) (40.34,04,450) (644,069,665) (617,003,307) ""CAPITALIZATION ""STARCHOLDER'S EQUITY """Common Capital Stock (478,145,250)	, ,				,
230 Asset Retirement Obligations (FAS 143) (28, 203, 821) (29, 134, 669) (20, 788, 764) (22, 241, 326) 252 Customer Advances for Construction (100, 546, 771) (100, 888, 566) (98, 826, 224) (194, 617, 452) 253 Other Deferred Credits (172, 861, 166) (108, 161, 854) (207, 483, 462) (194, 617, 452) 254 Other Requilatory Liabilities (64, 245, 255) (42, 108, 334) (35, 778, 477) (39, 726, 338) 255 Unamotized Gain on Reacquired Debt (25, 276) (712, 867, 669) (70, 582) (131, 080) 257 Unamotized Gain on Reacquired Debt (25, 278) (31, 287) (443, 445, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (478, 145, 250) (24, 81, 96, 601) (24, 841, 96, 601) (24, 841, 96, 601) (24, 841, 96, 601) (24, 841, 96, 601) (24, 841, 96, 601) (24, 841, 96, 601) (24, 841, 96, 601) (24, 841, 96, 601) (24, 81, 96, 601) (24, 81, 96, 601) (24, 81, 96, 601) (24, 81, 96, 601) (24, 81, 96, 601) (24, 81, 96, 601)					
252 Customer Advances for Construction (100,484,771) (100,888,586) (99,826,224) (102,090,475) 253 Other Regulatory Liabilities (142,467,255) (42,108,334) (35,783,477) (190,763,397,06) 256 Def. Gain on Reacquired Dabi (22,52,078) (312,576) (70,582) (131,080) ***TOTAL OTHER DEFERRED CREDITS (685,363,115) (403,404,450) (644,069,665) (617,003,307) ****GAPTALIZATION ************************************			,		
253 Other Deferred Credits (172,861,166) (108,161,854) (207,483,462) (194,617,452) 254 Other Regulatory Liabilities (64,246,235) (42,108,334) (35,783,477) (39,726,338) 256 Other Regulatory Liabilities (22,215,342) (2,546,758) (70,582) (131,086) 257 Uharmotized Gain on Reacquired Debh (252,078) (312,576) (70,582) (131,086) ***TOTAL OTHER DEFERRED CREDITS (685,937,900) (659,038) (6644,069,665) (617,003,307) ****Common Capital Stock (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (478,145,250) (24,88,166,691) (2,488,166,692) (24,488,166,692) (24,488,166,692) (24,488,166,692) (24,488,166,692) (24,488,166,692) (24,488,166,692) (24,488,166,692) (24,488,166,692) (24,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,166,692) (21,488,161,692) (21,488,161,692)	5 ()				
256 Def. Gains from Dispos. of Unity Pit (2,215,342) (2,246,759) (6,082,273) (3,539,706) 257 Unamorized Gain on Resquired Debi (252,078) (312,576) (70,582) (131,080) ***OTAL OTHER DEFERRED CREDTS (685,963,115) (403,404,450) (644,069,665) (617,003,307) ***SHAREHOLDER'S EQUITY ****SHAREHOLDER'S EQUITY ***** (478,145,250) (478,145,250) (478,145,250) 201 Common Stock Issued (859,037,900) (859,037,900) (859,038) - - 201 Common Stock Issued (478,145,250) (478,145,250) (478,145,250) (478,145,250) 210 Gain on Resale/Cancel of React, Cap, Stk (338) - - - 211 Miscellaneous Paicin Capital (824,996,420) (824,213,144) (2,488,196,692) 1478,145,250) 215 Appropriated Retained Earnings (36,059,580) (356,474,778) (325,647,4779) (332,261,904) 216 Unappropriated Retained Earnings (23,143,140) (2,248,196,692) 148,404,0263 227,293,215 215 Appropriated Retained Earnings (35,644,610 145,640,601 123,498,203 <td>253 Other Deferred Credits</td> <td>(172,861,169)</td> <td>(108,161,854)</td> <td>(207,483,462)</td> <td>(194,617,452)</td>	253 Other Deferred Credits	(172,861,169)	(108,161,854)	(207,483,462)	(194,617,452)
257 Unamonized Gain on Reacquired Debi (252,078) (312,576) (70,582) (131,080) ***TOTAL OTHER DEFERRED CREDITS (685,363,115) (403,404,450) (644,069,665) (617,003,307) ***GARIALIZATION ****SHAREHOLDER'S EQUITY ***** (478,145,250) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (248,196,491) (256,47,797) (232,647,479) (332,261,944) 1	254 Other Regulatory Liabilities	(54,245,235)	(42,108,334)	(35,783,477)	(39,726,938)
TOTAL OTHER DEFERRED CREDITS (685,363,115) (403,404,450) (644,069,665) (617,003,307) *CAPTIALIZATION ***SHAREHOLDER'S EQUITY ****Common Equity (859,037,900) (859,037,900) (859,037,900) (859,038) (859,038) 201 Common Stock Issued (859,037,900) (859,037,900) (859,038) (478,145,250) (2,488,196,601) (2,488,196,601) (2,488,196,610) (3,327,282,217,282,215) (33,80,77) (3,73,786,567 (64,340,425) (433,401,75) 5,448,610 5,448,610 5,248,610	256 Def. Gains from Dispos.of Utility Plt	(2,215,342)	(2,546,759)	(6,088,273)	(3,539,706)
CAPITALIZATION *CAPITALIZATION ****Common Equity ****Common Stock Issued (859,037,900) (859,037,900) (859,037,900) (859,037,900) (859,037,900) (859,038) (478,145,250) (42,488,196,691) (4,378,461) (4,377,461) (4,377,461) (4,377,461) (4,377,461) (4,377,461) (4,377,461,567 (4,340,425) (4,440,440) (4,440,	257 Unamortized Gain on Reacquired Deb	(252,078)	(312,576)	(70,582)	(131,080)
*****NAREHOLDER'S EQUITY *****Common Equity 201 Common Stock issued (859,037,900) (859,037,900) (859,038) (478,145,250) 207 Premium on Capital Stock (478,145,250) (478,145,250) (478,145,250) (478,145,250) 210 Gain on Resale/Cancel of Reaci Cap, Stk (338) (338) - - 211 Miscellaneous Paid-in Capital (824,996,420) (824,131,414) (2488,196,691) (2488,196,692) 214 Capital Stock Expense 7,133,879 7,133,879 7,133,879 7,133,879 215 Unappropriated Retained Earnings (360,595,580) (356,247,978) (325,047,479) (363,261,904) 216 Unappropriated Retained Earnings 230,107,728 21,850,289 (5,549,619) 19,733,256 219 Other Comprehensive Income 262,803,989 (29,725,402) 180,940,263 227,293,215 438 Adjuster Transferred form Income (162,735,519) (108,509,177) 37,766,567 (64,340,422) 439 Adjusterments to Retained Earnings 5,844,810 4,830,150 5,848,610 5,848,610 ****Total Common Equity (2,249,186,150)	**TOTAL OTHER DEFERRED CREDITS	(685,363,115)	(403,404,450)	(644,069,665)	(617,003,307)
210 Gain on Resale/Cancel of Reacq. Cap. Sitk (338) (338) - - 211 Miscellaneous Paid-in Capital (824,996,420) (824,213,144) (2,488,196,691) (2,488,196,692) 214 Capital Stock Expense 7,133,879	***SHAREHOLDER'S EQUITY ****Common Equity	(859,037,900)	(859,037,900)	(859,038)	(859,038)
211 Miscellaneous Paid-in Capital (824,966,420) (824,213,144) (2,488,196,661) (2,488,196,662) 214 Capital Stock Expense 7,133,879 7,133,879 7,133,879 7,133,879 7,133,879 215 Appropriated Retained Earnings (8,312,487) (8,054,093) (8,376,461) (8,347,149) 216 L Unappropriated Retained Earnings (360,595,580) (356,247,978) (325,047,479) (363,261,904) 216 L Unappr.Undistrib. Subsidiary Earnings 23,010,728 21,850,268 (5,549,619) 19,733,256 219 Other Comprehensive Income (162,735,519) (108,509,177) 37,766,567 (64,340,425) 438 Dividends Declared - Common Stock 145,840,137 83,498,785 145,610,601 122,198,229 439 Adjustments to Retained Earnings 5,848,610 4,630,150 5,848,610 5,848,610 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total ShaREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total Preferred Stock - Mand Redeem (1,889,400) -		(478,145,250)	(478,145,250)	(478,145,250)	(478,145,250)
214 Capital Stock Expense 7,133,879 7,133,879 7,133,879 7,133,879 215 Appropriated Retained Earnings (8,312,487) (8,054,093) (8,376,461) (8,347,140) 216 Unappropriated Retained Earnings (360,595,580) (356,247,978) (325,047,479) (363,231,904) 216 Unappropriated Retained Earnings (360,595,580) (356,247,978) (325,047,479) (363,231,904) 219 Other Comprehensive Income 282,803,989 (29,725,402) 180,940,263 227,293,215 433 Balance Transferred from Income (162,735,519) (108,509,177) 37,766,567 (64,340,425) 438 Adjustments to Retained Earnings 5,848,610 4,630,150 5,848,810 5,848,610 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total Preferred Stock - Manditorily Redeemable (1,889,400) - -		(338)	(338)	-	-
215 Appropriated Retained Earnings (8,312,487) (8,054,093) (8,376,461) (8,347,140) 216 Unappropriated Retained Earnings (360,595,580) (325,047,478) (323,261,904) 216 Unappropriated Retained Earnings (330,398,92) (29,725,402) 180,940,263 227,293,215 433 Balance Transferred from Income (162,735,519) (108,509,177) 37,766,567 (64,340,425) 439 Adjustments to Retained Earnings 5,848,610 4,630,150 5,848,610 5,848,610 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total Stock - Manditorily Redeemable (1,889,400) - - - ****Total Preferred Stock - Manditorily Redeemable (1,889,400) - - - ****Total Preferred Stock - Mand Redeem (1,889,400) - - - - *****Total Preferred Stock Subscribed - - - - - - *****Total Preferred Stock Subscribed - - - - - - - - -<	•			(2,488,196,691)	(2,488,196,692)
216 Unappropriated Retained Earnings (360,595,580) (356,247,978) (325,047,479) (363,261,904) 216.1 Unappr.Undistrib.Subsidiary Earnings 23,010,728 21,850,269 (5,549,619) 19,733,256 219 Other Comprehensive Income 262,803,989 (29,725,402) 180,940,263 227,239,215 433 Balance Transferred from Income (162,735,519) (108,509,177) 37,766,567 (64,340,425) 438 Dividends Declared - Common Stock 145,840,137 83,498,785 145,610,601 123,198,229 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total Preferred Stock - Mand Redeem (1,889,400)					
216.1 Unappr.Undistrib.Subsidiary Earnings 23,010,728 21,850,269 (5,549,619) 19,733,256 219 Other Comprehensive Income 262,803,989 (29,725,402) 180,940,263 227,239,215 433 Balance Transferred from Income (162,735,519) (108,509,177) 37,766,567 (64,340,425) 439 Adjustments to Retained Earnings 5,848,610 4,630,150 5,848,610 5,848,610 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total ShareHolDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total Preferred Stock - Manditorily Redeemable (1,889,400) - - - ****Corporation Obligated, Mand Redeem (1,889,400) - - - ****Corporation Obligated, Mand Redeem (2,428,860,000) (2,528,547,500) (3,220,860,000) (2,822,443,333) 221 Joind's Subordinated Debi (2,678,860,000) (2,528,547,500) (3,220,860,000) (2,500,000,000) 226 Unamort.Disct. on Long-term Debt - - - - - 221 Joind's Subordinated Debi (2,678,860,000) (2,7					
219 Other Comprehensive Income 262,803,989 (29,725,402) 180,940,263 227,293,215 433 Balance Transferred from Income (162,735,519) (108,509,177) 37,766,567 (64,340,425) 433 Dividends Declared - Common Stock 145,840,137 83,498,785 145,5610,601 123,198,229 439 Adjustments to Retained Earnings 5,848,610 4,630,150 5,848,610 5,848,610 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL Preferred Stock - Mand Redeem (1,889,400) - - - ****Total Preferred Stock - Mand Redeemable (1,889,400) - - - *****Corporation Obligated, Mand Redeem - - - - - *****Corporation Obligated, Mand Redeem (250,000,000) (239,583,333) (250,000,000) (280,000,000) (280,000,000) (280,000,000) (280,000,000) (280,000,000) (280,000,000) (280,000,000) (280,000,000)					
433 Balance Transferred from Income (162,735,519) (108,509,177) 37,766,567 (64,340,425) 438 Dividends Declared - Common Stock 145,840,137 83,498,785 145,610,601 123,198,229 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****Total Preferred Stock - Manditorily Redeemable (1,889,400) - - - *****Corporation Obligated, Mand Redeem (1,889,400) (1,889,400) - - *****Corporation Obligated, Mand Redeem (2,248,860,000) (2,528,547,500) (3,220,860,000) (28,22,443,333) 221 Bonds (2,428,860,000) (2,576,860,000) (2,576,8130,833) (3,470,860,000) (2,50,000,000) 228 Unamort.Disct. on Long-term Debt - - - - - 221 Bonds (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) 3,072,443,333) - ****Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) - ***		, ,	, ,		
438 Dividends Declared - Common Stock 145,840,137 83,498,785 145,610,601 123,198,229 439 Adjustments to Retained Earnings 5,848,610 4,630,150 5,848,610 5,848,610 ****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (1,889,400) -					
439 Adjustments to Retained Earnings 5,848,610 4,630,150 5,848,610 5,848,610 *****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****REDEEMABLE SECURITIES AND LONG-TERM DEBT (1,889,400) (1,889,400) - - ****Total Preferred Stock - Manditorily Redeemable (1,889,400) (1,889,400) - - ****Total Preferred Stock - Mand Redeemable (1,889,400) (1,889,400) - - ****Corporation Obligated, Mand Redeemable (1,889,400) - - - ****Corporation Obligated, Mand Redeem - - - - ****Corporation Obligated, Mand Redeem - - - - ****Corporation Obligated, Mand Redeem (2,428,860,000) (2,528,547,500) (3,220,860,000) (2,822,443,333) 221 Bonds (2,678,860,000) (2,5768,130,833) (3,470,860,000) (3,072,443,333) 224 Unoiror Subordinated Debt (2,678,860,000					
*****Total Common Equity (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****REDEEMABLE SECURITIES AND LONG-TERM DEBT (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****REDEEMABLE SECURITIES AND LONG-TERM DEBT (1,889,400) - - - ****Total Preferred Stock - Manditorily Redeemable (1,889,400) (1,889,400) - - ****Total Preferred Stock - Mand Redeemable (1,889,400) (1,889,400) - - - ****Total Preferred Stock Subscribed -					
****TOTAL SHAREHOLDER'S EQUITY (2,249,186,150) (2,546,820,197) (2,928,874,618) (3,019,943,259) ****REDEEMABLE SECURITIES AND LONG-TERM DEBT (1,889,400) (1,889,400) - - ****Total Preferred Stock - Manditorily Redeemable (1,889,400) (1,889,400) - - ****Total Preferred Stock - Mand Redeemable (1,889,400) (1,889,400) - - ****Corporation Obligated, Mand Redeemable - - - - ****Corporation Obligated, Mand Redeem - - - - ****Long-term Debt (2,428,860,000) (2,528,547,500) (3,220,860,000) (2,822,443,333) 221 Bonds (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) 221 Bonds (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,		, ,	, ,	, ,	, ,
REDEEMABLE SECURITIES AND LONG-TERM DEBT *Preferred Stock - Manditorily Redeemable (1,889,400) (1,889,400) - ****Total Preferred Stock - Mand Redeem (1,889,400) (1,889,400) - - ****Total Preferred Stock - Mand Redeemable (1,889,400) (1,889,400) - - - ****Corporation Obligated, Mand Redeem - - - - - - ****Corporation Obligated, Mand Redeem -		(2,249,186,150)	(2,546,820,197)	(2,928,874,618)	(3,019,943,259)
****Preferred Stock - Manditorily Redeemable (1,889,400) - - ****Total Preferred Stock - Mand Redeem (1,889,400) (1,889,400) - ****Corporation Obligated, Mand Redeem - - - ****Corporation Stock - on Long-term Debt (2,428,860,000) (2,528,547,500) (3,220,860,000) (2,822,443,333) 221 Junior Subordinated Debi (2,678,860,000) (2,0768,130,833) (3,470,860,000) (2,822,443,333) 226 Unamort.Disct. on Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) *****Long-term Debt (2,678,860,000) (2,770,020,233) (3,470,860,000) (3,072,443,333) ****REDEEMABLE SECURITIES AND LTD (2,680,749,400) (2,770,020,233)	***TOTAL SHAREHOLDER'S EQUITY	(2,249,186,150)	(2,546,820,197)	(2,928,874,618)	(3,019,943,259)
*****Total Preferred Stock - Mand Redeem (1,889,400) (1,889,400) - - - *****Corporation Obligated, Mand Redeemable -	***REDEEMABLE SECURITIES AND LONG-TERM DEB	т			
*****Corporation Obligated, Mand Redeemable Preferred Stock Subscribed *****Corporation Obligated, Mand Redeem *****Long-term Debt 221 Junior Subordinated Debl 225 Unamort.Disct. on Long-term Debt-Debit Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) ****REDEEMABLE SECURITIES AND LTD (2,680,749,400) (2,770,020,233) (3,470,860,000) (3,072,443,333) ***TOTAL CAPITALIZATION (4,929,935,550) (5,316,840,430) (6,399,734,618) (6,092,386,593)	****Preferred Stock - Manditorily Redeemable	(1,889,400)	(1,889,400)	-	-
Preferred Stock Subscribed - </td <td>****Total Preferred Stock - Mand Redeem</td> <td>(1,889,400)</td> <td>(1,889,400)</td> <td>-</td> <td>-</td>	****Total Preferred Stock - Mand Redeem	(1,889,400)	(1,889,400)	-	-
Preferred Stock Subscribed - </td <td>****Corporation Obligated, Mand Redeemable</td> <td></td> <td></td> <td></td> <td></td>	****Corporation Obligated, Mand Redeemable				
*****Long-term Debt (2,428,860,000) (2,528,547,500) (3,220,860,000) (2,822,443,333) 221 Junior Subordinated Debt (250,000,000) (239,583,333) (250,000,000) (250,000,000) 226 Unamort.Disct. on Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) ****Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) ****REDEEMABLE SECURITIES AND LTD (2,680,749,400) (2,770,020,233) (3,470,860,000) (3,072,443,333) ***TOTAL CAPITALIZATION (4,929,935,550) (5,316,840,430) (6,399,734,618) (6,092,386,593)		-	-	-	-
221 Bonds (2,428,860,000) (2,528,547,500) (3,220,860,000) (2,822,443,333) 221 Junior Subordinated Debt (250,000,000) (239,583,333) (250,000,000) (250,000,000) 226 Unamort.Disct. on Long-term Debt - - - - - - Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) ****REDEEMABLE SECURITIES AND LTD (2,680,749,400) (2,770,020,233) (3,470,860,000) (3,072,443,333) ***TOTAL CAPITALIZATION (4,929,935,550) (5,316,840,430) (6,399,734,618) (6,092,386,593)	****Corporation Obligated, Mand Redeem	-	-	-	-
221 Bonds (2,428,860,000) (2,528,547,500) (3,220,860,000) (2,822,443,333) 221 Junior Subordinated Debt (250,000,000) (239,583,333) (250,000,000) (250,000,000) 226 Unamort.Disct. on Long-term Debt - - - - - - Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) ****REDEEMABLE SECURITIES AND LTD (2,680,749,400) (2,770,020,233) (3,470,860,000) (3,072,443,333) ***TOTAL CAPITALIZATION (4,929,935,550) (5,316,840,430) (6,399,734,618) (6,092,386,593)	****Long-term Debt				
221 Junior Subordinated Debt (250,000,000) (239,583,333) (250,000,000) (250,000,000) 226 Unamort.Disct. on Long-term Debt-Debit -	5	(2.428.860.000)	(2.528,547,500)	(3.220.860.000)	(2.822.443.333)
226 Unamort.Disct. on Long-term Debt-Debit -<					
Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) *****Long-term Debt (2,678,860,000) (2,768,130,833) (3,470,860,000) (3,072,443,333) ****REDEEMABLE SECURITIES AND LTD (2,680,749,400) (2,770,020,233) (3,470,860,000) (3,072,443,333) ***TOTAL CAPITALIZATION (4,929,935,550) (5,316,840,430) (6,399,734,618) (6,092,386,593)			-		-
***REDEEMABLE SECURITIES AND LTD (2,680,749,400) (2,770,020,233) (3,470,860,000) (3,072,443,333) **TOTAL CAPITALIZATION (4,929,935,550) (5,316,840,430) (6,399,734,618) (6,092,386,593)		(2,678,860,000)	(2,768,130,833)	(3,470,860,000)	(3,072,443,333)
TOTAL CAPITALIZATION (4,929,935,550) (5,316,840,430) (6,399,734,618) (6,092,386,593)	**Long-term Debt	(2,678,860,000)	(2,768,130,833)	(3,470,860,000)	(3,072,443,333)
	***REDEEMABLE SECURITIES AND LTD	(2,680,749,400)	(2,770,020,233)	(3,470,860,000)	(3,072,443,333)
*TOTAL CAPITALIZATION AND LIABILITIES \$ (8,179,836,139) \$ (7,478,519,649) \$ (8,998,018,526) \$ (8,750,931,715)	**TOTAL CAPITALIZATION	(4,929,935,550)	(5,316,840,430)	(6,399,734,618)	(6,092,386,593)
	*TOTAL CAPITALIZATION AND LIABILITIES	\$ (8,179,836,139) \$	6 (7,478,519,649) \$	(8,998,018,526) \$	(8,750,931,715)

Certain amounts previously reported have been reclassified to conform with current year presentations with no effect on total equity

Puget Sound Energy Gas Rate Base As of June 30, 2010 Gas Tariff Increase Filing

UG-090705

Electric	65.94%	
Gas	34.06%	
Line	Description	
No.		

Line	Description	AMA	AMA	
No.		12/31/2008	06/30/10	Difference
1	Gas Utility Plant in Service	2,320,065,833	2,586,553,120	266,487,287
2	Common Plant-Allocation to Gas	169,771,037	170,205,273	434,236
3	Gas Stored Underground - Non current	6,692,694	7,521,887	829,193
4	Total Plant in Service and Other Assets	2,496,529,564	2,764,280,280	267,750,716
		0		-
5	Accumulated Provision for Depreciation	(740,571,678)	(829,021,089)	(88,449,411)
7	Common Accumulated Depreciation-Allocation to Gas	(96,748,366)	(100,153,583)	(3,405,217)
8	Customer Advances for Construction	(27,028,861)	(31,606,842)	(4,577,981)
9	Contributions in Aid of Construction - Accum. Def. FIT.	3,476,667	5,081,542	1,604,875
10	Liberalized Depreciation Total Accum. Def. FIT - Liberalized	(212,422,716)	(283,400,341)	(70,977,625)
11	Customer Deposits	0	(8,294,665)	(8,294,665)
12	Accumulated Depreciation and Other Liabilities	(1,073,294,954)	(1,247,394,978)	(174,100,024)
		0		-
13	Net Operating Investment	1,423,234,610	1,516,885,302	93,650,692
14	Allowance for Working Capital	52,980,352	76,948,024	23,967,672
15	Total Gas Rate Base	1,476,214,962	1,593,833,326	117,618,364

Puget Sound Energy Combined Working Capital For the Twelve Month Period Ended June 30, 2010 Gas Tariff Increase Filing

Allocation factor 65.94% Electric 34.06% Gas

_

Line		30-Jun-10
No.	Description	AMA
1	Average Invested Capital	
2	Common Stock	859,03
3	Preferred Stock	-
4	Additional Paid in Capital	2,958,716,48
5	Unamortized Debt Expense	(56,600,54
6	Unappropriated Retained Earnings	293,017,984
7	Notes Payable - Misc	-
8	Long Term Debt	3,072,443,33
9	Short Term Debt	165,037,52
10	Accumulated Deferred ITC	11,110,54
11	Deferred Debits-Other	(37,39
12	Unamortized Gain/Loss on Debt	(19,408,12
13	Total Average Invested Capital	6,425,138,85
14		
15	Average Operating Investments - Electric	
16		
17	Plant in Service (includes acquisition adj)	6,661,147,43
18	Electric Future Use Property	23,048,09
19	Customer Advances for Construction	(71,282,02
20	Customer Deposits	(18,656,16
21	Deferred Taxes	(628,425,52
22	Deferred Debits - Other	470,134,55
23	Less: Accumulated Depreciation	(2,571,004,63
24	Conservation Investment	-
25	Common Plant-Allocation to Electric	329,516,60
26	Common Accum Depr-Allocation to Electric	(193,896,86
27	Common Deferred Taxes-Allocation to Electric	(14,929,91
28		(,,
29	Total Average Operating Investment - Electric	3,985,651,57
30	· · · · · · · · · · · · · · · · · · ·	-,,,
31	Average Operating Investments - Gas	
32		
33	Gas Utility Plant in Service	2,586,553,12
34	Deferred Items - Other	25,779,76
35	Gas Stored Underground, Non-Current	7,521,88
36	Gas Accumulated Depreciation	(829,021,08
37	Gas Customer Advances for Construction	(31,626,45
38	Gas Customer Deposits	(8,294,66
39	DFIT 17	(272,989,98
40	PGA	(42,700,65
40 41	Common Plant-Allocation to Gas	170,205,27
42	Common Deferred Tax	(7,711,75
42 43	Common Accumulated Depreciation-Allocation to Gas	() /
43 44	Common Accumulated Depreciation-Anocation to Gas	(100,153,58
	Total Average Operating Investment Cas	1 407 561 95
45	Total Average Operating Investment - Gas	1,497,561,85
46 47	Total Electric & Cas Operating Investment	E 400 040 40
47	Total Electric & Gas Operating Investment	5,483,213,43
48		
49	Construction Work in Progress	
50		
51	Elec Construction Work in Process	338,951,78
52	Gas Construction Work in Process	56,618,73
53	Other Work in Process	1,031,77
54	Electric Preliminary Surveys	2,120,48
55	Total Construction Work in Progress	398,722,78
56		
57	Nonoperating	
58		
59	Non-Utility Property	(23,187,41
50	Investment in Associated Companies	53,921,42

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Puget Sound Energy Combined Working Capital For the Twelve Month Period Ended June 30, 2010 Gas Tariff Increase Filing

Allocation factor Electric 65.94% Gas 34.06%

Line		30-Jun-10
No.	Description	AMA
62	Deferred Items-Other	205,544,278
63	Deferred Federal Income Tax	(30,832,242)
64	Temporary Cash Investments	-
65	Environmental Receivables	(65,208,372)
66	Current Accounts - Gas Allocation only	1,542
67	Merchandising Inventory - Gas Only	81,570
68	FIT Taxes Accrued - Repair Allowance	17,081,383
69	Total Non Operatting Investment	248,685,078
70		210,000,010
71	Total CWIP & Nonoperating Investment	647,407,861
72		
73	Total Average Investments	6,130,621,294
74	Rounding	
75	Total Investor Supplied Capital	294,517,559
Allocation of W	larking Canital	
76	Electric Working Captial	
70	Total Investment	6,130,621,294
78	Less: Electric CWIP	(338,951,789)
78		
79 80	Less: Gas	(56,618,738)
	Interest Bearing Regulatory Assets	(4 004 770)
81	Other Work in Progress	(1,031,770)
82	Preliminary Surveys	(2,120,486)
83	Total	5,731,898,511
84		5 40000
85	Electric Working Capital Ratio (Line 75 divided by Line 83)	5.1382%
86	-	
87	Electric Working Capital (Line 85 X Line 29)	204,791,549
88		
89	Gas Working Capital	
90	Total Investment	6,130,621,294
91	Less: Electric CWIP	(338,951,789)
92	Less: Gas CWIP	(56,618,738)
93	Interest Bearing Regulatory Assets	
94	Other Work in Progress	(1,031,770)
95	Preliminary Surveys	(2,120,486)
96	Total	5,731,898,511
97		
98	Gas Working Capital Ratio (Line 75 divided by Line 96)	5.1382%
99	_	
100	Gas Working Capital (Line 98 X Line 45)	76,948,024
101	······	
102	Non Operating Working Capital (Line 75 - Line 87 - Line 100	12,777,987

PUGET SOUND ENERGY-ELECTRIC & GAS

FOR THE TWELVE MONTHS ENDED JUNE 30, 2010 ALLOCATION METHODS

<u>/lethod</u>	Description		Electric	Gas	Total
1 '	* 12 Month Average Number of Customers	6/30/2010	1,075,652	748,766	1,824,418
	Percent		58.96%	41.04%	100.00%
2	* Joint Meter Reading Customers	6/30/2010	700,699	403,967	1,104,666
	Percent		63.43%	36.57%	100.00%
3	* Non-Production Plant				
	Distribution	6/30/2010	\$3,373,972,193 \$	2,471,352,199	\$ 5,845,324,392
	Transmission	6/30/2010	402,555,654	-	402,555,654
	Direct General Plant	6/30/2010	127,962,711	41,372,380	169,335,090
	Total		\$3,904,490,558 \$	2,512,724,579	\$ 6,417,215,136
	Percent		60.84%	39.16%	100.00%
4	* <u>4-Factor Allocator</u>				
	Number of Customers	6/30/2010	1,075,652	748,766	1,824,418
	Percent		58.96%	41.04%	100.00%
	Labor - Direct Charge to O&M	6/30/2010	47,493,596	22,663,372	\$ 70,156,968
	Percent		67.70%	32.30%	100.00%
	T&D O&M Expense (Less Labor)	6/30/2010	62,004,208	28,693,130	\$ 90,697,338
	Percent		68.36%	31.64%	100.00%
	Net Classified Plant (Excluding General (Common) Plant)	6/30/2010	3,769,411,623	1,714,478,104	5,483,889,727
	Percent		68.74%	31.26%	100.00%
	Total Percentages		263.75%	136.25%	400.00%
	Percent		65.94%	34.06%	
5	* Employee Benefits				
-	Direct Labor Accts 500-935	6/30/2010	50,006,558	23,561,487	73,568,045
	Total		\$ 50,006,558 \$		
	Percent		67.97%	32.03%	100.00%