

**EXHIBIT NO. \_\_\_(DEG-12)  
DOCKET NO. UE-072300/UG-072301  
2007 PSE GENERAL RATE CASE  
WITNESS: DONALD E. GAINES**

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,**

**Complainant,**

**v.**

**PUGET SOUND ENERGY, INC.,**

**Respondent.**

**Docket No. UE-072300  
Docket No. UG-072301**

**FOURTH EXHIBIT (NONCONFIDENTIAL) TO THE  
PREFILED REBUTTAL TESTIMONY OF  
DONALD E. GAINES  
ON BEHALF OF PUGET SOUND ENERGY, INC.**

**JULY 3, 2008**

**PUGET SOUND ENERGY, INC.  
RATEMAKNG CAPITAL STRUCTURE**

<u>Type of Capital</u>	<u>AMOUNT†</u>	<u>ADJUSTED AMOUNT</u>	<u>PERCENT OF TOTAL</u>	<u>COST RATE</u>	<u>WT. AVG. COST RATE</u>
Common Equity	\$2,699,043	\$2,579,318	43.00%	-	-
Preferred Stock	\$1,899	\$1,899	0.03%	8.61%	0.00%
Long-term Debt	\$3,001,777	\$3,121,502	52.04%	6.90%	3.59%
Short-term Debt	<u>\$295,696</u>	<u>\$295,696</u>	<u>4.93%</u>	<u>5.92%</u>	<u>0.29%</u>
TOTAL CAPITAL	\$5,998,415	\$5,998,415	100.00%		

† Data from Exhibit\_\_(DEG-5C).

\*Cost rate data from Company filing.

**ADJUSTED FOR JR. SUBORDINATED NOTES 50% EQUITY CREDIT**

Common Equity + 50% x \$250 Mil	\$2,704,318	45.08%	\$2,704,318	<b>41.74%</b>
Preferred Stock	\$1,899	0.03%	\$1,899	0.03%
Long-term Debt - 50% x \$250 Mill	\$2,996,502	49.95%	\$2,996,502	
plus: Imputed debt for PPA			\$362,900	
Imputed debt for leases			\$97,900	
Imputed deb for retirement obl.			<u>\$19,200</u>	
Revised total long-term det			\$3,476,502	53.66%
Short-term Debt	<u>\$295,696</u>	<u>4.93%</u>	\$295,696	<u>4.56%</u>
	\$5,998,415	100.00%	\$6,478,415	100.00%
			\$480,000	