



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

August 1, 2006

FILED ELECTRONICALLY

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities and Transportation Commission
P.O. Box 47250
Olympia, Washington 98504-7250

Re: Report of Weighted Average Cost of Propane Fuel Inventory

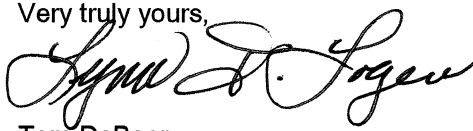
Dear Ms. Washburn:

Pursuant to the Thirteenth Supplemental Order in Docket Nos. UE-011570 and UG-011571, enclosed are copies of the Report of Weighted Average Cost of Propane Fuel Inventory for the three months ended June 2006, for Puget Sound Energy (the Company). Also enclosed is a revised report for March 2006 which reflects deliveries that had not been invoiced to the Company at the time of the report.

The weighted average cost to the Company of propane fuel inventory at the end of the second quarter of 2006 was \$2.46450 per therm. The weighted average cost of propane charged to customers under the provisions of Schedule 101 during the same period was \$2.38218 per therm. Therefore, effective August 1, 2006 the Company will adjust the weighted average cost of propane charged to customers to \$2.46450.

Please contact Julie Waltari at julie.waltari@pse.com or (425) 456-2945 for additional information about this filing. If you have any other questions please contact me at (425) 462-3495.

Very truly yours,

for 
Tom DeBoer
Director, Rates & Regulatory Affairs

Enclosures

cc: Simon J. ffitch, Public Counsel
Kirstin Dodge, Perkins Coie