



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

November 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 September 2006, for Puget Sound Energy (the Company). Also enclosed is a revised report for June 2006 which reflects a correction to total sales during the month. This revision will only impact charges to customers beginning November 1, 2006.

The weighted average cost to the Company of propane fuel inventory at the end of the third quarter of 2006 was \$2.49633 per therm. The weighted average cost of propane charged to customers under the provisions of Schedule 101 during the same period was \$2.46450 per therm. Therefore, effective November 1, 2006 the Company will adjust the weighted average cost of propane charged to customers to \$2.49633.

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,

A handwritten signature in black ink that reads 'Tom DeBoer'.

Tom DeBoer
Director, Rates & Regulatory Affairs

Enclosures

cc: Simon J. ffitc, Public Counsel
Sheree Carson, Perkins Coie

**PUGET SOUND ENERGY
WEIGHTED AVERAGE COST OF PROPANE FUEL INVENTORY**

REPORT FOR THE MONTH OF June 2006

Line (a)	Description (b)	Gallons (c)	Cost per Gallon (d)	Total Cost (e)	Therms (f) (c) * .936 ¹ or from CLX ²	Cost per Therm (g) (d) / .936
1	Current authorized minimum cost per therm: (band and rate changed on 6/5/06)					\$2.13675
2	Current cost of propane in Rate 53:					\$2.38218
3	Current authorized maximum cost per therm:					\$3.20513
4	Inventory balance forward at end of previous month:			\$9,323.92	3,790.0	\$2.46013
5	Propane purchases during report month:					
	Total purchases during report month (sum of lines 5 - 13):	510.3	\$2.33900	\$1,193.59	477.6	\$2.49914
6	Total purchases in inventory (sum of lines 4 and 5):			\$10,517.51	4,267.6	\$2.46450
7	Sales during report month:					
	Sales from beginning inventory:			\$961.42	390.8	\$2.46013
8	Sales from purchases during month:			\$0.00	0.0	\$0.00000
9	Total sales during month (sum of lines 7 and 8):			\$961.42	390.8	\$2.46013
10	Inventory balance at end of report month:			\$9,556.09	3,876.8	\$2.46494

¹ .936 = conversion factor for purchases

² CLX = monthly ConsumerLinx billing system text file

**PUGET SOUND ENERGY
WEIGHTED AVERAGE COST OF PROPANE FUEL INVENTORY**

REPORT FOR THE MONTH OF July 2006

Line (a)	Description (b)	Gallons (c)	Cost per Gallon (d)	Total Cost (e)	Therms (f) (c) * .936 ¹ or from CLX ²	Cost per Therm (g) (d) / .936
1	Current authorized minimum cost per therm: (band and rate changed on 6/5/06)					\$2.13675
2	Current cost of propane in Rate 53:					\$2.38218
3	Current authorized maximum cost per therm:					\$3.20513
4	Inventory balance forward at end of previous month:			\$9,556.09	3,876.8	\$2.46494
Propane purchases during report month:						
5	Total purchases during report month (sum of lines 5 - 13):	606.3	\$2.52245	\$1,529.36	567.5	\$2.69491
6	Total purchases in inventory (sum of lines 4 and 5):			\$11,085.45	4,444.3	\$2.49430
Sales during report month:						
7	Sales from beginning inventory:			\$708.42	287.4	\$2.46494
8	Sales from purchases during month:			\$0.00	0.0	\$0.00000
9	Total sales during month (sum of lines 7 and 8):			\$708.42	287.4	\$2.46494
10	Inventory balance at end of report month:			\$10,377.03	4,156.9	\$2.49633

¹ .936 = conversion factor for purchases

² CLX = monthly ConsumerLinux billing system text file

**PUGET SOUND ENERGY
WEIGHTED AVERAGE COST OF PROPANE FUEL INVENTORY**

REPORT FOR THE MONTH OF August 2006

Line (a)	Description (b)	Gallons (c)	Cost per Gallon (d)	Total Cost (e)	Therms (f)	Cost per Therm (g)
					(c) * .936 ¹ or from CLX ²	(d) / .936
1	Current authorized minimum cost per therm:					\$2.13675
2	Current cost of propane in Rate 53: (rate changed on 8/1/06)					\$2.46450
3	Current authorized maximum cost per therm:					\$3.20513
4	Inventory balance forward at end of previous month:			\$10,377.03	4,156.9	\$2.49633
5	Propane purchases during report month: Total purchases during report month (sum of lines 5 - 13):	0.0	\$0.00000	\$0.00	0.0	\$0.00000
6	Total purchases in inventory (sum of lines 4 and 5):			\$10,377.03	4,156.9	\$2.49633
7	Sales during report month: Sales from beginning inventory:			\$629.32	252.1	\$2.49633
8	Sales from purchases during month:			\$0.00	0.0	\$0.00000
9	Total sales during month (sum of lines 7 and 8):			\$629.32	252.1	\$2.49633
10	Inventory balance at end of report month:			\$9,747.70	3,904.8	\$2.49633

¹ .936 = conversion factor for purchases

² CLX = monthly ConsumerLinx billing system text file

**PUGET SOUND ENERGY
WEIGHTED AVERAGE COST OF PROPANE FUEL INVENTORY**

REPORT FOR THE MONTH OF September 2006

Line (a)	Description (b)	Gallons (c)	Cost per Gallon (d)	Total Cost (e)	Therms (f)	Cost per Therm (g)
					(c) * .936 ¹ or from CLX ²	(d) / .936
1	Current authorized minimum cost per therm:					\$2.13675
2	Current cost of propane in Rate 53: (rate changed on 8/1/06)					\$2.46450
3	Current authorized maximum cost per therm:					\$3.20513
4	Inventory balance forward at end of previous month:			\$9,747.70	3,904.8	\$2.49633
5	Propane purchases during report month:					
	Total purchases during report month (sum of lines 5 - 13):	0.0	\$0.00000	\$0.00	0.0	\$0.00000
6	Total purchases in inventory (sum of lines 4 and 5):			\$9,747.70	3,904.8	\$2.49633
7	Sales during report month:					
	Sales from beginning inventory:			\$635.57	254.6	\$2.49633
8	Sales from purchases during month:			\$0.00	0.0	\$0.00000
9	Total sales during month (sum of lines 7 and 8):			\$635.57	254.6	\$2.49633
10	Inventory balance at end of report month:			\$9,112.14	3,650.2	\$2.49633

¹ .936 = conversion factor for purchases

² CLX = monthly ConsumerLinx billing system text file