



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

February 1, 2007

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 December 2006, for Puget Sound Energy (the Company).

The weighted average cost to the Company of propane fuel inventory at the end of the fourth quarter of 2006 was \$2.72507 per therm. The weighted average cost of propane charged to customers under the provisions of Schedule 101 during the same period was \$2.49633 per therm. Therefore, effective February 1, 2007 the Company will adjust the weighted average cost of propane charged to customers to \$2.72507.

Please contact Julie Waitari at julie.waitari@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. Ffitch, Public Counsel
Sheree Carson, Perkins Coie

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

REPORT FOR THE MONTH OF October 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:					\$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:			\$9,112.14	3,650.2	\$2.49633
Propane purchases during report month:						
5	Total deliveries by propane vendor during report month:	0.0	\$0.00000	\$0.00	0.0	\$0.00000
6	Total purchases in inventory (sum of lines 4 and 5):			\$9,112.14	3,650.2	\$2.49633
Sales during report month:						
7	Sales from beginning inventory:			\$843.29	337.8	\$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):			\$843.29	337.8	\$2.49633
10	Inventory balance at end of report month:			\$8,268.85	3,312.4	\$2.49633

¹ .936 = conversion factor for purchases

² CLX = monthly ConsumerLinx billing system text file

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WEIGHTED AVERAGE COST OF PROPANE FUEL INVENTORY**

REPORT FOR THE MONTH OF November 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:					\$2.13675
2	Current cost of propane in Rate 53: (rate changed on 11/1/06)					\$2.49633
3	Current authorized maximum cost per therm:					\$3.20513
4	Inventory balance forward at end of previous month:			\$8,268.85	3,312.4	\$2.49633
Propane purchases during report month:						
5	Total deliveries by propane vendor during report month:	1,294.5	\$2.69704	\$3,491.32	1,211.7	\$2.88134
6	Total purchases in inventory (sum of lines 4 and 5):			\$11,760.17	4,524.1	\$2.59945
Sales during report month:						
7	Sales from beginning inventory:			\$1,944.64	779.0	\$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):			\$1,944.64	779.0	\$2.49633
10	Inventory balance at end of report month:			\$9,815.53	3,745.1	\$2.62090

¹ .936 = conversion factor for purchases

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

REPORT FOR THE MONTH OF December, 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 11/1/06)					\$2.48633
3	Current authorized maximum cost per therm:					\$3.20513
4	Inventory balance forward at end of previous month:			\$9,815.53	3,745.1	\$2.62090
Propane purchases during report month:						
5	Total deliveries by propane vendor during report month:	885.2	\$2.99122	\$2,647.83	828.5	\$3.19593
6	Total purchases in inventory (sum of lines 4 and 5):			\$12,463.36	4,573.6	\$2.72507
Sales during report month:						
7	Sales from beginning inventory:			\$1,394.06	531.9	\$2.62090
8	Sales from purchases during month:			\$0.00	0.0	\$0.00000
9	Total sales during month (sum of lines 7 and 8):			\$1,394.06	531.9	\$2.62090
10	Inventory balance at end of report month:			\$11,069.31	4,041.7	\$2.73878

¹ .936 = conversion factor for purchases

² CLX = monthly Consumer_Linx billing system text file