



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

May 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 March 2007, for Puget Sound Energy (the Company).

The weighted average cost to the Company of propane fuel inventory at the end of the first quarter of 2007 was \$2.71205 per therm. The weighted average cost of propane charged to customers under the provisions of Schedule 101 during the same period was \$2.72507 per therm. Therefore, effective May 1, 2007 the Company will adjust the weighted average cost of propane charged to customers to \$2.71205 which is within the approved banded rate.

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. Ffitch, Public Counsel
Sheree Carson, Perkins Coie