

Exh. DCP-3
UE-240004/UG-240005
Witness: David C. Parcell

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY,

Respondent.

**DOCKETS UE-240004 and
UG-240005 (*Consolidated*)**

EXHIBIT TO TESTIMONY OF

DAVID C. PARCELL

**ON BEHALF OF STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

PSE Total Costs of Capital

August 6, 2024

**PUGET SOUND ENERGY
TOTAL COST OF CAPITAL
DECEMBER 31, 2025**

Item	Percent		Cost		Weighted Cost
Short-Term Debt	2.04%	1/	5.07%	3/	0.12% 4/
Long-Term Debt	49.46%	1/	5.27%	3/	2.63% 5/
Common Equity	48.50%	2/	9.50%	9.75% 10.00%	4.61% 4.73% 4.85%
Total	100.00%				7.36% 7.60% 7.48%

1/ Percentages of short-term and long-term debt derived from relative amounts of short-term debt and long-term debt as of December 31, 2025, as contained in response to WUTC Staff-026, Attachment B, page 2 of 4:

	Amount (000)	Percent	Ratio to 51.5%
Short-Term Debt	\$229,672,000	3.97%	2.04%
Long-Term Debt	\$5,556,860,000	96.03%	49.46%
Total Debt	\$5,786,532,000		51.50%

2/ Common equity ratio approved for Puget Sound Energy by Commission in Dockets UE-170033/UG-170034 and Dockets UE-190529/UG-190530.

3/ Cost rates, as contained in Exh. CGP-6C, page 2 of 4.

4/ Includes 0.01% Commitment Fees and 0.01% Amortization of Short-Term Debt Issue, as contained in Exh. CGP-6C, page 1 of 4.

5/ Includes 0.02% Amortization of Reacquired Debt, as contained in Exh. CGP-6C, page 1 of 4.

**PUGET SOUND ENERGY
TOTAL COST OF CAPITAL
DECEMBER 31, 2026**

Item	Percent		Cost		Weighted Cost
Short-Term Debt	1.18%	1/	4.08%	3/	0.06% 4/
Long-Term Debt	50.32%	1/	5.36%	3/	2.71% 5/
Common Equity	48.50%	2/	9.50%	9.75% 10.00%	4.61% 4.73% 4.85%
Total	100.00%				7.37% 7.62% 7.49%

1/ Percentages of short-term and long-term debt derived from relative amounts of short-term debt and long-term debt as of December 31, 2026, as contained in response to WUTC Staff-026, Attachment C, page 2 of 4.

	Amount (000)	Percent	Ratio to 51.5%
Short-Term Debt	\$170,702	2.28%	1.18%
Long-Term Debt	\$7,306,860	97.72%	50.32%
Total Debt	\$7,477,562		51.50%

2/ Common equity ratio approved for Puget Sound Energy by Commission in Dockets UE-170033/UG-170034 and Dockets UE-190529/UG-190530.

3/ Cost rates, as contained in Exh. CGP-7C, page 2 of 4.

4/ Includes 0.01% Commitment Fees, as contained in Exh. CGP-7C, page 1 of 4.

5/ Includes 0.01% Amortization of Reacquired Debt, as contained in Exh. CGP-7C, page 1 of 4.