EXHIBIT NO. __(SML-4) DOCKET NO. PG-041624 WITNESS: SUSAN MCLAIN

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

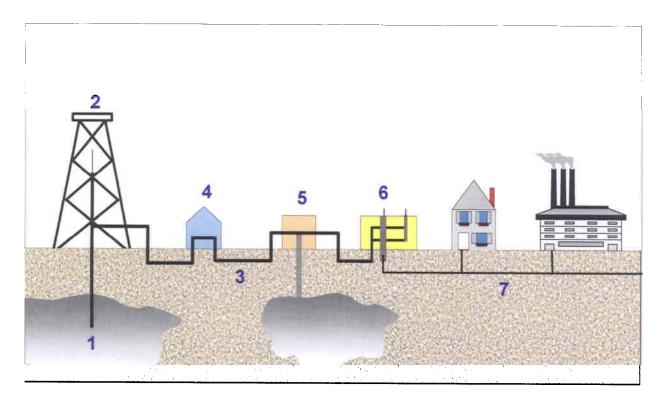
Docket No. PG-041624

PUGET SOUND ENERGY, INC.,

Respondent.

THIRD EXHIBIT TO THE PREFILED DIRECT TESTIMONY OF SUSAN MCLAIN (NONCONFIDENTIAL)
ON BEHALF OF PUGET SOUND ENERGY, INC.

PUGET SOUND ENERGY GAS DISTRIBUTION SYSTEM



Natural gas is a combustible fossil fuel composed almost entirely of methane. It is found in deep underground reservoirs (1) formed by porous rock. From the wellhead (2), natural gas can be transported thousands of miles through large-diameter interstate pipelines (3).

Along the interstate pipeline, compressor stations (4) are located every 50 to 60 miles to restore gas pressure lost through friction. Natural gas often is stored in large underground reservoirs (5) to help meet spikes in demand. Gas eventually reaches a city gate station (6), where it is metered and delivered to customers through a distribution network (7) of local gas mains, small-diameter service lines and, ultimately, customer meters.