

EXHIBIT NO. _____ (JMR-7C)
DOCKET NO. UE-04____/UG-04____
2004 PSE GENERAL RATE CASE
WITNESS: JULIA M. RYAN

BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY, INC.,

Respondent.

Docket No. UE-04____
Docket No. UG-04____

**SIXTH EXHIBIT TO PREFILED DIRECT TESTIMONY
OF JULIA M. RYAN (CONFIDENTIAL)
ON BEHALF OF PUGET SOUND ENERGY, INC.**

Redacted Version

APRIL 5, 2004

PUGET SOUND ENERGY

Redacted Version

Company Name	Moody Rating	S&P Rating	Current ISDA Open Credit Thresholds	ISDA Open Credit Thresholds when PSE's senior secured credit rating drops...	
				one notch.	two notches.
Financial Counterparties with NO TRIGGERS					
XXXXXXXXXX	Aa2	A+	n/a	n/a	n/a
XXXXXXXXXXXXXXXXXXXXXXXXXX	Aa2	AA	n/a	n/a	n/a
XXXXXXXXXXXXXXXXXXXXXXXXXX	Aa3	A+	n/a	n/a	n/a
XXXXXXXXXXXX	Aa3	A+	n/a	n/a	n/a
Financial Counterparties with RATINGS TRIGGERS					
XXXXXXXXXXXX	Aa1	AA-	\$15,000,000	\$15,000,000	\$0
XXXXX	Not Available	A-	\$5,000,000	\$2,500,000	\$0
XXXXXXXXXXXXXXXXXXXXXXXXXX	Aa3	AA-	\$15,000,000	\$5,000,000	\$0
XXXXXXXXXXXXXXXXXXXX	A3	A	\$5,000,000	\$0	\$0
Total			\$40,000,000	\$22,500,000	\$0

Loss of unsecured credit threshold with one ratings drop
 Loss of unsecured credit threshold with two ratings drop

(\$17,500,000)	(\$40,000,000)
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* Open credit limit is dictated by lower of senior secured debt or issuer rating. Exhibit uses issuer rating.