

Exhibit JRW--14

Puget Sound Energy  
Company's Proposed Cost of Capital

<b>Capital Source</b>	<b>Capitalization Ratio</b>	<b>Cost Rate</b>	<b>Weighted Cost Rate*</b>
<b>Short-Term Debt</b>	<b>1.00%</b>	<b>3.06%</b>	<b>0.06%</b>
<b>Long-Term Debt</b>	<b>50.50%</b>	<b>5.73%</b>	<b>2.93%</b>
<b>Common Equity</b>	<b>48.50%</b>	<b>9.80%</b>	<b>4.75%</b>
<b>Total</b>	<b>100.00%</b>		<b>7.74%</b>

\* Weighted short-term debt rate includes .02% for commitment fees and .01% for the amortization of short-term issue costs. Weighted long-term debt cost rate includes .03% for the amortization of reacquired debt.