EXHIBIT NO. ___(DEG-4) DOCKET NO. UE-07__/UG-07___ 2007 PSE GENERAL RATE CASE WITNESS: DONALD E. GAINES

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

Docket No. UE-07____ Docket No. UG-07____

PUGET SOUND ENERGY, INC.,

Respondent.

THIRD EXHIBIT (NONCONFIDENTIAL) TO THE PREFILED DIRECT TESTIMONY OF DONALD E. GAINES ON BEHALF OF PUGET SOUND ENERGY, INC.

DECEMBER 3, 2007

Authorized Authorized Authorized Type of Date of Test-Year **Company Name** State Increase Return on Equity % WACC Service Order End Date (\$ Million) Equity Cap. 1/5/2006 12/31/2006 \$43.4 11.00% 5.90% Wisconsin Northern States Power Electric 53.66% 11.00% Wisconsin Northern States Power Gas 1/5/2006 12/31/2006 \$3.9 53.66% 5.90% Wisconsin Wisconsin Electric Power Gas 1/25/2006 12/31/2006 \$21.4 11.20% 56.34% 6.31% \$38.7 Wisconsin Wisconsin Gas Gas 1/25/2006 12/31/2006 11.20% 50.20% 5.62% 1/27/2006 12/31/2004 \$35.6 9.75% 48.00% Connecticut United Illuminating Electric 4.68% 55.49% 2/3/2006 12/31/2004 \$22.5 Colorado Public Service of Colorado Gas 10.50% 5.83% Gas 2/23/2006 9.50% 40.00% 3.80% Arizona Southwest Gas 8/31/2004 \$49.3 3/1/2006 12/31/2004 \$2.9 10.40% 51.39% 5.34% Iowa Gas Aquila Inc. Interstate Power and Light 3/3/2006 12/31/2004 \$1.2 5.10% Minnesota Electric 10.39% 49.10% 4/17/2006 9/30/2004 \$0.0 10.20% 46.00% Washington PacifiCorp Electric 4.69% Delmarva Power and Light 4/25/2006 3/31/2005 (\$11.1) 10.00% 47.72% 4.77% Delaware Electric 4/26/2006 5/31/2005 4.32% Nevada Sierra Pacific Power Electric (\$14.0)10.60% 40.76% 4/26/2006 40.76% Nevada Sierra Pacific Power Gas 5/31/2005 \$4.9 10.60% 4.32% 5/25/2006 \$0.0 48.00% 4.99% Louisiana LA Gas Service/Trans LA Gas Gas 10.40% 6/27/2006 Upper Peninsula Power 12/31/2006 \$3.8 47.12% 5.07% Michigan Electric 10.75% Maine Maine Public Service Electric 7/6/2006 12/31/2005 \$1.8 10.20% 50.00% 5.10% New York Central Hudson Gas & Electric 7/24/2006 3/31/2006 \$53.7 45.00% Electric 9.60% 4.32% 7/26/2006 12/31/2004 \$111.7 10.50% West Virginia **AEP West Virginia** Electric Illinois Commonwealth Edison Electric 7/28/2006 12/31/2004 \$82.6 10.05% 42.86% 4.31% 8/23/2006 3.97% 12/31/2007 (\$36.3) 9.55% New York New York State Electric & Gas Electric 41.60% Northern States Power \$131.5 10.54% Minnesota Electric 9/1/2006 12/31/2006 51.67% 5.45% 9/14/2006 12/31/2007 \$43.0 50.00% 5.00% PacifiCorp Electric 10.00% Oregon Central Hudson Gas & Electric 7/24/2006 45.00% New York Gas 3/31/2006 \$14.1 9.60% 4.32% Kinder Morgan 43.56% Gas 9/20/2006 6/30/2005 \$6.5 11.00% 4.79% Wyoming **Chesapeake Utilities** 9/26/2006 12/31/2005 10.75% 53.00% Gas \$0.8 5.70% Maryland New Unitil Energy Systems 10/6/2006 6/30/2005 \$2.8 Electric 9.67% 43.10% 4.17% Hampshire

Summary of Rate Cases Decided Between 1/1/2006 and 9/30/2007

Sorted by Date of Order

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Summary of Rate Cases Decided Between 1/1/2006 and 9/30/2007

Sorted by Date of Order

State	Company Name	Type of Service	Date of Order	Test-Year End Date	Authorized Increase (\$ Million)	Authorized Return on Equity	Authorized Equity % Cap.	WACC
Illinois	Central Illinois Light	Electric	11/21/2006	12/31/2004	\$20.7	10.12%	45.57%	4.61%
Illinois	Central Illinois Public Service	Electric	11/21/2006	12/31/2004	(\$8.0)	10.08%	48.92%	4.93%
Illinois	Illinois Power	Electric	11/21/2006	12/31/2004	\$84.0	10.08%	51.56%	5.20%
Colorado	Public Service of Colorodo	Electric	12/1/2006	-	\$107.0	10.50%	60.00%	6.30%
Vermont	Central Vermont Public Service	Electric	12/7/2006	12/31/2005	\$10.8	10.75%	55.57%	5.97%
Missouri	Empire District Electric	Electric	12/21/2006	12/31/2005	\$29.4	10.90%	49.74%	5.42%
Missouri	Kansas City Power & Light	Electric	12/21/2006	12/31/2005	\$50.6	11.25%	53.69%	6.04%
Vermont	Green Mountain Power	Electric	12/22/2006	12/31/2005	\$19.0	10.25%	52.76%	5.41%
New York	Orange & Rockland Utilities	Gas	10/20/2006	10/31/2007	\$14.8	9.80%	48.00%	4.70%
Minnesota	CenterPoint Energy Minnesota Gas	Gas	11/2/2006	12/31/2006	\$21.0	9.71%	46.14%	4.48%
New Jersey	Public Service Electric & Gas	Gas	11/9/2006	9/30/2005	\$40.0	10.00%	47.40%	4.74%
Michigan	Consumers Energy	Gas	11/21/2006	12/31/2006	\$80.8	11.00%	35.06%	3.86%
Arkansas	OGE Electric Service	Electric	1/5/2007	12/31/2005	\$5.4	10.00%	32.33%	3.23%
Washington	Puget Sound Energy	Electric	1/5/2007	9/30/2005	\$17.0	10.40%	44.00%	4.58%
Washington	Puget Sound Energy	Gas	1/5/2007	9/30/2005	\$31.0	10.40%	44.00%	4.58%
Pennsylvania	Metropolitan Edison	Electric	1/11/2007	12/31/2006	\$58.7	10.10%	49.00%	4.95%
Pennsylvania	Pennsylvania Electric	Electric	1/11/2007	12/31/2006	\$50.2	10.10%	49.00%	4.95%
Wisconsin	Wisconsin Public Service	Electric	1/11/2007	12/31/2007	\$56.7	10.90%	57.46%	6.26%
Oregon	Portland General Electric	Electric	1/12/2007	12/31/2007	\$20.5	10.10%	50.00%	5.05%
Wisconsin	Wisconsin Power and Light	Electric	1/19/2007	12/31/2007	\$36.2	10.80%	54.13%	5.85%
New Jersey	Rockland Electric	Electric	3/22/2007	12/31/2006	\$6.4	9.75%	46.51%	4.53%
Washington	Puget Sound Energy	Gas	1/5/2007	9/30/2005	\$29.5	10.40%	44.00%	4.58%
Michigan	SEMCO Energy Gas	Gas	1/9/2007	-	\$12.6	11.00%	42.94%	4.72%
Wisconsin	Wisconsin Public Service	Gas	1/11/2007	12/31/2007	\$18.9	10.90%	57.46%	6.26%
Wisconsin	Wisconsin Power and Light	Gas	1/19/2007	12/31/2007	(\$1.9)	10.80%	54.13%	5.85%
Massachusetts	Fitchburg Gas & Electric	Gas	1/26/2007	_	\$2.2	10.00%	-	
Pennsylvania	PPL Gas	Gas	2/8/2007	12/31/2006	\$8.1	10.40%	51.79%	5.39%

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Connecticut	Connecticut Natural Gas	Gas	3/14/2007	3/31/2006	\$14.4	10.10%	53.60%	5.41%
Delaware	Delmarva Power & Light	Gas	3/20/2007	3/31/2006	\$9.0	10.25%	46.90%	4.81%
Missouri	Southern Union	Gas	3/22/2007	12/31/2005	\$27.2	10.50%	36.06%	3.79%
Texas	Atmos Energy	Gas	3/29/2007	12/31/2005	\$4.8	10.00%	48.10%	4.81%
Virginia	Appalachian Power	Electric	5/15/2007	12/31/2005	\$24.0	10.00%	41.11%	4.11%
Missouri	Aquila Netwoks-MPS	Electric	5/17/2007	12/31/2005	\$45.2	10.25%	48.17%	4.94%
Missouri	Aquila Networks-L&P	Electric	5/17/2007	12/31/2005	\$13.6	10.25%	48.17%	4.94%
West Virginia	Monongahela Pow./Potomac Ed.	Electric	5/22/2007	12/31/2005	(\$6.2)	10.50%	46.07%	4.84%
Missouri	Union Electric	Electric	5/22/2007	6/30/2006	\$41.8	10.20%	52.22%	5.33%
Nevada	Nevada Power	Electric	5/23/2007	6/30/2006	\$120.5	10.70%	47.29%	5.06%
New Hampshire	Public Service of New Hampshire	Electric	5/25/2007	12/31/2005	\$50.1	9.67%	47.66%	4.61%
Arkansas	Entergy Arkansas	Electric	6/15/2007	6/30/2006	(\$5.7)	9.90%	32.19%	3.19%
Washington	PacifiCorp	Electric	6/21/2007	3/31/2006	\$14.4	10.20%	46.00%	4.69%
West Virginia	Appalachian Pow./Wheeling Pow.	Electric	6/22/2007	12/31/2006	\$85.5	10.50%	42.88%	4.50%
Arizona	Arizona Public Service	Electric	6/28/2007	9/30/2005	\$321.7	10.75%	54.50%	5.86%
Oregon	Cascade Natural Gas	Gas	6/5/2007	-	(\$0.7)	10.10%	45.00%	4.55%
North Dakota	Northern States Power	Gas	6/13/2007	12/31/2007	\$2.2	10.75%	51.59%	5.55%
Colorado	Public Service of Colorado	Gas	6/18/2007	6/30/2006	\$32.3	10.25%	60.17%	6.17%
Connecticut	Yankee Gas Services	Gas	6/29/2007	6/30/2006	\$22.1	10.10%	50.30%	5.08%
New Mexico	Public Service Co. of New Mexico	Gas	6/29/2007	12/31/2005	\$8.6	9.53%	51.80%	4.94%
New Hampshire	National Grid	Electric	7/12/2007	-	(\$2.2)	9.67%	50.00%	4.84%
Maryland	Delmarva Power & Light	Electric	7/19/2007	9/30/2006	\$14.9	10.00%	48.63%	4.86%
Maryland	Potomac Electric Power	Electric	7/19/2007	9/30/2006	\$10.6	10.00%	47.69%	4.77%
Indiana	Southern Indiana Gas & Electric	Electric	8/15/2007	3/31/2006	\$67.3	10.40%	47.05%	4.89%
Arkansas	Arkansas Western Gas	Gas	7/13/2007	10/31/2006	\$5.8	9.50%	34.29%	3.26%

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State	Company Name	Type of Service	Date of Order	Test-Year End Date	Authorized Increase (\$ Million)	Return on	Authorized Equity % Cap.	WACC
Nebraska	Aquila	Gas	7/24/2007	6/30/2006	\$9.2	10.40%	51.00%	5.30%
Indiana	Southern Indiana Gas & Electric	Gas	8/1/2007	3/31/2006	\$5.1	10.15%	47.05%	4.78%
Kentucky	Columbia Gas of Kentucky	Gas	8/29/2007	-	\$7.3	10.50%	-	
Minnesota	Northern States Power-Minnesota	Gas	9/10/2007	12/31/2007	\$14.4	9.71%	51.98%	5.05%
Virginia	Washington Gas Light	Gas	9/19/2007	12/31/2005	\$3.9	10.00%	-	
New York	Consolidated Edison of New York	Gas	9/25/2007	9/30/2008	\$67.5	9.70%	48.00%	4.66%
					Average =	10.29%	48.01%	4.95%