

**Exh. DCP-3
Dockets UE-220066, UG-220067,
UG-210918
Witness: David C. Parcell**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

PUGET SOUND ENERGY,

Respondent.

**DOCKETS UE-220066, UG-220067,
UG-210918 (consolidated)**

In the Matter of the Petition of

PUGET SOUND ENERGY

**For an Order Authorizing Deferred
Accounting Treatment for Puget Sound
Energy's Share of Costs Associated with
the Tacoma LNG Facility**

EXHIBIT TO TESTIMONY OF

DAVID C. PARCELL

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

PSE Total Costs of Capital

July 28, 2022

**PUGET SOUND ENERGY
TOTAL COST OF CAPITAL
DECEMBER 31, 2023**

Item	Percent	Cost	Weighted Cost
Short-Term Debt	2.42% 1/	1.43% 3/	0.05% 4/
Long-Term Debt	49.08% 1/	5.07% 3/	2.51% 5/
Common Equity	48.50% 2/	9.00% 9.25% 9.50%	4.37% 4.49% 4.61%
Total	100.00%		6.93% 7.17% 7.05%

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, 2023, as contained in Exh. CGP-1-CT, page 5, Table 2:

	Percent	Ratio to 51.5%
Short-Term Debt	2.40%	4.71% 2.42%
Long-Term Debt	48.60%	95.29% 49.08%
Total Debt	51.00%	100.00% 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/ "Marginal" cost rates, as shown on Exh. CGP-1CT, page 22, Table 7.

4/ Includes 0.01% Commitment Fees and 0.01% Amortization of Short-Term Debt Issue Cost, as shown on Exh. CGP-1CT, page 22, Table 7.

5/ Includes 0.02% Amortization of Reacquired Debt, as shown on Exh. CGP-1CT, page 22, Table 7.

**PUGET SOUND ENERGY
TOTAL COST OF CAPITAL
DECEMBER 31, 2024**

Item	Percent		Cost		Weighted Cost
Short-Term Debt	2.45%	1/	2.36%	3/	0.08% 4/
Long-Term Debt	49.05%	1/	5.07%	3/	2.51% 5/
Common Equity	48.50%	2/	9.00%	9.25% 9.50%	4.37% 4.49% 4.61%
Total	100.00%				6.95% 7.19% 7.07%

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, 2024, as contained in Exh. CGP-1-CT, page 5, Table 2:

	<u>Percent</u>	<u>Ratio to 51.5%</u>
Short-Term Debt	2.40%	4.75% 2.45%
Long-Term Debt	48.10%	95.25% 49.05%
Total Debt	50.50%	100.00% 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/ "Marginal" cost rates, as shown on Exh. CGP-1CT, page 24, Table 8.

4/ Includes 0.01% Commitment Fees and 0.01% Amortization of Short-Term Debt Issue Cost, as shown on Exh. CGP-1CT, page 24, Table 8.

Includes 0.02% Amortization of Reacquired Debt, as shown on Exh. CGP-1CT, page 24, Table 8.

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

Item	Percent	Cost	Weighted Cost
Short-Term Debt	1.96% 1/	3.14% 3/	0.08% 4/
Long-Term Debt	49.54% 1/	5.08% 3/	2.54% 5/
Common Equity	48.50% 2/	9.00% 9.25% 9.50%	4.37% 4.49% 4.61%
Total	100.00%		6.98% 7.23% 7.10%

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 Exh. CGP-1-CT, page 5, Table 2:

	Percent	Ratio to 51.5%
Short-Term Debt	1.90%	3.80% 1.96%
Long-Term Debt	48.10%	96.20% 49.54%
Total Debt	50.00%	100.00% 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/ "Marginal" cost rates, as shown on Exh. CGP-1CT, page 26, Table 9.

4/ Includes 0.01% Commitment Fees and 0.01% Amortization of Short-Term Debt Issue Cost, as shown on Exh. CGP-1CT, page 26, Table 9.

5/ Includes 0.02% Amortization of Reacquired Debt, as shown on Exh. CGP-1CT, page 26, Table 9.