

Exhibit \_\_\_ (JMR-7)  
Docket No. UG-040640, et al.  
Witness: James M. Russell

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,

Complainant,

v.

PUGET SOUND ENERGY, INC.

Respondent.

DOCKET NO. UG-040640  
DOCKET NO. UE-040641  
(consolidated)

EXHIBIT TO TESTIMONY OF

JAMES M. RUSSELL

STAFF OF THE WASHINGTON UTILITIES  
AND TRANSPORTATION COMMISSION

Gas Cost of Service

September 23, 2004

Puget Sound Energy  
Summary Results of Operation  
(Excludes Revenue Deficiency and Excludes Gas Costs)

Category Reference ID #	Total Allocation	Residential - 23 & Com & Ind 31, 36,				Com & Ind - 41 Large 41	Interruptible - 85 General 85	Interruptible - 86 Limited 86	Interruptible - 87 Non-Exclusive 87	Transportation - 99, Special Contracts 99, 199, 299	CNG - 50 CNG 50
		All 16	Small 51, 61	31, 36, 51, 61	51, 61						
1	Operating Revenue	271,673,305	175,651,706	53,897,905	12,286,891	1,841,138	4,284,256	1,469,404	12,222,001	1,670,116	12,569
2	Operating Expense										
3	Operation & Maintenance Expense	79,229,357	57,569,364	12,729,121	2,193,227	508,645	1,030,756	685,724	3,181,690	713,300	88,453
4	Depreciation & Amortization Expense	59,467,840	34,415,444	10,086,697	2,620,926	461,618	1,125,943	393,179	1,634,889	406,896	8,338
4	Taxes Other Than FIT	63,137,963	42,081,814	12,883,280	3,315,951	594,860	1,434,741	536,641	1,969,120	487,126	4,429
5	Total Expenses Before Fed Income Tax (EBFIT.T)	201,835,160	134,066,622	35,499,098	8,130,104	1,565,123	3,591,440	1,615,544	6,805,700	1,617,322	101,220
6	Total Income Before Fed Income Tax (IBFIT.T)	69,838,145	41,785,084	18,398,807	4,156,787	276,015	692,816	-146,141	5,416,301	52,794	-88,651
7	Total Federal Income Tax	13,200,221	7,897,867	3,477,588	785,681	52,170	130,960	-27,622	1,023,744	9,979	-16,756
8	Total Operating Expense (OE.T)	215,035,381	141,964,488	38,976,686	8,915,785	1,617,293	3,722,391	1,587,922	7,829,444	1,627,300	84,464
9	Total Operating Income	56,637,924	33,887,218	14,921,219	3,371,106	223,845	561,866	-118,518	4,392,557	42,815	-71,895
10	Gas Plant in Service	1,711,855,582	1,155,051,307	333,698,705	85,761,299	15,216,145	36,904,781	13,213,952	56,207,102	13,916,047	186,257
11	Accum Provision For Depr & Amort	-484,285,607	-325,372,720	-96,299,651	-25,248,609	-4,418,357	-10,866,256	-3,619,567	-14,659,991	-3,670,962	-37,232
12	Other Ratebase Credits	-218,009,603	-146,605,622	-44,822,543	-10,589,876	-1,848,205	-4,533,942	-1,537,939	-6,442,644	-1,614,576	-14,257
13	Net Investment In Plant (RB.T)	1,009,560,372	683,072,965	192,576,511	49,922,815	8,949,582	21,484,583	8,056,447	35,104,468	8,630,509	134,769
14	Rate of Return (R/13)	5.61%	4.96%	7.75%	6.75%	2.50%	2.62%	-1.47%	12.51%	0.50%	-53.35%
15	Relative Return (restate 14)	100%	88%	138%	120%	45%	47%	-26%	223%	9%	-951%
16	Revenue To Cost Ratio	100%	98%	108%	105%	87%	87%	72%	125%	79%	14%