

Exhibit ___ (JRS-2)
Docket No. UG-040640, et al.
Witness: Joelle R. Steward

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

JOELLE R. STEWARD

**STAFF OF THE WASHINGTON UTILITIES
AND TRANSPORTATION COMMISSION**

Electric Customer Class Parity

September 23, 2004

Puget Sound Energy - Electric Customer Class Parity

Customer Class	Rate of Return					
	UE-011570 Stipulated*	PSE COS in UE-040640		Staff COS in UE-040640		
		Comm Basis	PSE proposed	Comm Basis	PSE proposed	
Residential	5.85%	7.00%	5.92%	7.06%	5.93%	
Sec Svc 24	7.52%	8.50%	7.94%	8.56%	7.96%	
Sec Svc 25	12.53%	9.75%	12.23%	9.79%	12.32%	
Sec Svc 26	7.33%	5.66%	10.14%	5.46%	10.03%	
Pri Svc	4.47%	4.99%	6.54%	4.73%	6.29%	
Retail Wheeling	8.54%	11.40%	12.07%	13.86%	14.61%	
High Voltage	3.90%	1.50%	1.50%	0.80%	0.80%	
Lighting Svc	1.52%	3.57%	5.10%	4.19%	5.84%	
Firm Resale	2.26%	6.37%	7.21%	7.21%	8.15%	
Total	6.85%	7.22%	7.22%	7.26%	7.26%	

Customer Class	Revenue to Cost Ratio					
	UE-011570 Stipulated*	PSE COS in UG-040640		Staff COS in UG-040640		
		Comm Basis	PSE proposed	Comm Basis	PSE proposed	
Residential	97%	99%	96%	99%	96%	
Sec Svc 24	102%	104%	102%	104%	102%	
Sec Svc 25	118%	108%	115%	107%	114%	
Sec Svc 26	102%	96%	108%	95%	107%	
Pri Svc	93%	95%	99%	94%	98%	
Retail Wheeling	103%	120%	125%	148%	154%	
High Voltage	94%	90%	90%	88%	88%	
Lighting Svc	79%	86%	92%	89%	95%	
Firm Resale	68%	91%	95%	98%	104%	
Total	100%	100%	100%	100%	100%	

*The stipulated cost of service was based on the methodology in the commission basis model.