

Timeline / Next Steps

- January 10, 2006 Management recommends the Board of Directors approve the transaction as proposed
- Mid-January 2006 WUTC Accounting Petition related to Proposed Transaction
- January 16, 2006 District's Board expected to announce resolution authorizing Proposed Transaction with PSE, commencing 2-week comment period
- January 30, 2006 District's Board expected to approve resolution authorizing District to execute Power Sales Agreement and Transmission Agreement with PSE
- February 1, 2006 GRC Filing
- Q1/Q2 2006 FERC Section 22 filing and anticipated approval
- Q1/Q2 2006 \$89 million capacity reservation charge paid to District upon receipt of FERC Section 22 approval
- 2011/2012 Deliveries commence under the new contract

REVISED
July 21, 2006

