

**Excerpt from Puget Sound Energy
Cost of Service Report
Summary of Results of Operation
Test Year Twelve Months Ended June 30, 2001**

	Category Reference	Total	Summary Class	Summary Class	Summary Class	Summary Class	Summary Class	Summary Class	Summary Class	Summary Class	Summary Class	Summary Class
	ID #	Allocation	Res Svc	Sec Svc 24	Sec Svc 25	Sec Svc 26	Pri Svc	Wheeling Retail	High Voltage	Lighting Svc	Firm Resale	
1	Operating Revenue	1,383,566,728	742,555,503	172,384,759	210,937,059	114,894,780	100,247,851	8,007,197	21,475,091	11,596,054	1,468,435	
5	Total Expenses Before Fed Income Tax	1,202,659,613	665,482,250	150,062,731	162,086,014	96,183,321	92,663,645	3,239,434	20,985,806	11,099,812	856,600	
6	Total Income Before Fed Income Tax	(1-5) 180,907,115	77,073,253	22,322,028	48,851,045	18,711,459	7,584,206	4,767,763	489,285	496,242	611,835	
11	Total Federal Income Tax	43,224,796	18,906,480	5,327,631	11,212,430	4,357,835	1,895,861	1,090,165	146,254	147,226	140,915	
12	Total Operating Expense	(5+11) 1,245,884,409	684,388,730	155,390,362	173,298,444	100,541,156	94,559,506	4,329,599	21,132,060	11,247,038	997,515	
13	Total Operating Income	(1-12) 137,682,319	58,166,773	16,994,397	37,638,615	14,353,624	5,688,345	3,677,598	343,031	349,016	470,920	
23	Net Investment In Plant	2,662,676,446	1,561,803,741	323,452,620	318,901,215	177,090,818	184,507,435	27,516,513	32,743,111	32,245,043	4,415,651	
24	Realized Rate of Return on Net Investment	(13/23) 5.17%	3.72%	5.25%	11.80%	8.11%	3.08%	13.37%	1.05%	1.08%	10.66%	

Source: 2001 PSE Rate Case, Direct Testimony of James A. Heidell, Exhibit JAH-2, p.1