

PUGET SOUND ENERGY-ELECTRIC
RESULTS OF OPERATIONS
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2003
GENERAL RATE INCREASE

LINE NO.	ACTUAL RESULTS OF OPERATIONS	CONSERVATION TRUST	CONSERVATION TRUST	ACTUAL RESULTS OF OPERATION W/ CONSERVATION TRUST	TOTAL ADJUSTMENTS	ADJUSTED RESULTS OF OPERATIONS	REVENUE REQUIREMENT DEFICIENCY	AFTER RATE INCREASE
1	OPERATING REVENUES:							
2	SALES TO CUSTOMERS	\$ 1,250,593,645	\$ 11,716,081	\$ 1,262,309,726	\$ 152,515,852	\$ 1,414,825,578	\$ 1,430,164,727	
3	SALES FROM RESALE-FIRM	364,717		364,717	92,726	457,443	464,922	
4	SALES TO OTHER UTILITIES	199,186,464		199,186,464	(144,028,832)	55,157,632	55,157,632	
5	OTHER OPERATING REVENUES	45,262,737		45,262,737	(12,290,771)	32,971,966	32,993,869	
6	TOTAL OPERATING REVENUES	1,495,407,563	11,716,081	1,507,123,644	(3,711,025)	1,503,412,619	1,518,781,150	
7								
8	OPERATING REVENUE DEDUCTIONS:							
9								
10	POWER COSTS:							
11	FUEL	\$ 64,236,514	\$ -	\$ 64,236,514	\$ 17,037,759	\$ 81,274,273	\$ 81,274,273	
12	PURCHASED AND INTERCHANGED	769,384,600		769,384,600	(218,445,918)	550,938,682	550,938,682	
13	WHEELING	39,868,912		39,868,912	1,924,168	41,793,079	41,793,079	
14	RESIDENTIAL EXCHANGE	(172,382,420)		(172,382,420)	172,382,420	-	-	
15	TOTAL PRODUCTION EXPENSES	701,107,606		701,107,606	82,898,828	784,006,434	784,006,434	
16								
17	OTHER POWER SUPPLY EXPENSES	\$ 46,852,153	\$ -	\$ 46,852,153	\$ 4,941,526	\$ 51,793,679	\$ 51,793,679	
18	TRANSMISSION EXPENSE	3,409,865		3,409,865	179,995	3,589,860	3,589,860	
19	DISTRIBUTION EXPENSE	58,327,849		58,327,849	5,063,772	63,391,621	63,391,621	
20	CUSTOMER ACCOUNT EXPENSES	34,589,847		34,589,847	(245,669)	34,344,178	34,344,178	
21	CUSTOMER SERVICE EXPENSES	8,700,615		8,700,615	(5,776,557)	2,924,058	2,924,058	
22	CONSERVATION AMORTIZATION	29,421,865	10,967,322	40,389,187	(40,290,817)	98,370	98,370	
23	ADMIN & GENERAL EXPENSE	59,296,783		59,296,783	(9,550,292)	49,746,491	49,746,491	
24	DEPRECIATION	124,154,290		124,154,290	2,336,102	126,490,392	126,490,392	
25	AMORTIZATION	24,086,070		24,086,070	(1,405,173)	22,680,897	22,680,897	
26	AMORTIZ OF PROPERTY GAIN/LOSS	6,000,000		6,000,000	(1,641,323)	4,358,677	4,358,677	
27	OTHER OPERATING EXPENSES	(3,438,725)		(3,438,725)	3,634,375	195,650	195,650	
28	TAXES OTHER THAN F.I.T.	131,930,399		131,930,399	(54,754,815)	77,175,584	77,175,584	
29	FEDERAL INCOME TAXES	(5,764,878)		(5,764,878)	(2,625,533)	(8,390,411)	(8,390,411)	
30	DEFERRED INCOME TAXES	57,844,151		57,844,151	(30,411,536)	27,432,615	27,432,615	
31	TOTAL OPERATING REV. DEDUCT.	1,276,517,888	10,967,322	1,287,485,210	26,984,378	1,314,469,589	1,320,296,887	
32								
33	NET OPERATING INCOME	\$ 218,889,675	\$ 748,759	\$ 219,638,434	\$ (30,695,403)	\$ 188,943,030	\$ 198,484,263	
34								
35	RATE BASE	\$ 2,515,307,703	\$ -	\$ 2,515,307,703	\$ 29,362,338	\$ 2,544,670,041	\$ 2,544,670,041	
36								
37	RATE OF RETURN	8.70%		8.73%		7.43%	7.80%	
38								
39	RATE BASE:							
40	UTILITY PLANT IN SERVICE	\$ 2,578,449,579	\$ -	\$ 2,578,449,579	\$ 27,246,325	\$ 2,605,695,904	\$ 2,605,695,904	
41	DEFERRED DEBITS	334,433,269		334,433,269	(9,027,571)	343,460,790	343,460,790	
42	DEFERRED TAXES	(390,406,512)		(390,406,512)	64,588,557	(385,748,155)	(385,748,155)	
43	CONSERVATION TRUST	11,569,864		11,569,864	(11,569,864)	-	-	
44	ALLOWANCE FOR WORKING CAPITAL	(32,417,645)		(32,417,645)	-	13,679,148	13,679,148	
45	OTHER					(32,417,645)	(32,417,645)	
46	TOTAL RATE BASE	\$ 2,515,307,703	\$ -	\$ 2,515,307,703	\$ 29,362,338	\$ 2,544,670,041	\$ 2,544,670,041	

PUGET SOUND ENERGY-ELECTRIC
STATEMENT OF OPERATING INCOME AND ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2003
RESTATING AND PRO FORMA ADJUSTMENTS

LINE NO.	Manian		Russell		Maidam		Maidam/Russell		Russell		Parvinea	
	TEMPERATURE NORMALIZATION	GENERAL REVENUES	POWER COSTS	SALES FOR RESALE-SEC	FEDERAL INCOME TAX	TAX BENEFIT OF PRO FORMA INTEREST	DEPRECIATION/AMORTIZATION					
	2.01	2.02	2.03	2.04	2.05	2.06	2.07					
1	OPERATING REVENUES											
2	SALES TO CUSTOMERS	1,262,309,726	145,470,106	-	-	-	-					
3	SALES FROM RESALE-FIRM	364,717	91,532									
4	SALES TO OTHER UTILITIES	199,186,464										
5	OTHER OPERATING REVENUES	45,262,737	1,136,399	(9,385,023)	(14,028,832)							
6	TOTAL OPERATING REVENUES	1,507,123,644	146,698,037	(9,385,023)	(147,358,209)							
7												
8	OPERATING REVENUE DEDUCTIONS:											
9												
10	POWER COSTS:											
11	FUEL	64,236,514	-	127,037,759	-	-	-					
12	PURCHASED AND INTERCHANGED	769,384,600	-	(318,425,518)	-	-	-					
13	WHEELING	39,868,912	-	(924,183)	-	-	-					
14	RESIDENTIAL EXCHANGE	(172,382,420)	-	172,382,420	-	-	-					
15	TOTAL PRODUCTION EXPENSES	701,107,606	-	82,898,828	-	-	-					
16												
17	OTHER POWER SUPPLY EXPENSES	46,852,153	-	4,536,429	-	-	-					
18	TRANSMISSION EXPENSE	3,409,865	-	(6,306)	-	-	-					
19	DISTRIBUTION EXPENSE	58,327,849	-	-	-	-	-					
20	CUSTOMER ACCTS EXPENSES	34,589,847	648,303	-	-	-	-					
21	CUSTOMER SERVICE EXPENSES	8,700,615	-	-	-	-	-					
22	CONSERVATION AMORTIZATION	40,389,187	-	-	-	-	-					
23	ADMIN & GENERAL EXPENSE	59,296,783	278,726	-	-	-	-					
24	DEPRECIATION	124,154,290	-	-	-	-	130,808					
25	AMORTIZATION	24,086,070	-	-	-	-	18,811					
26	AMORTIZ OF PROPERTY GAIN/LOSS	6,000,000	-	-	-	-	-					
27	OTHER OPERATING EXPENSES	(3,438,725)	-	-	-	-	-					
28	TAXES OTHER THAN F.I.T.	131,930,399	271,722	(34,117,188)	(128,377)	-	-					
29	FEDERAL INCOME TAXES	(5,764,878)	2,555,740	(33,884,891)	(51,530,441)	35,362,248	(52,367)					
30	DEFERRED INCOME TAXES	57,844,151	-	-	-	(30,710,901)	-					
31	TOTAL OPERATING REV. DEDUCT.	1,287,485,210	2,671,994	53,544,061	(51,658,818)	4,651,347	97,252					
32												
33	NET OPERATING INCOME	219,638,434	4,374,946	(62,929,083)	(95,699,391)	(4,651,347)	(97,252)					
34	RATE BASE	2,515,307,703	-	-	-	-	(74,810)					
35												
36	RATE OF RETURN	8.73%	-	-	-	-	-					
37												
38	RATE BASE:											
39	UTILITY PLANT IN SERVICE	2,578,449,579	-	-	-	-	(65,404)					
40	DEFERRED DEBITS	334,433,269	-	-	-	-	(9,406)					
41	DEFERRED TAXES	(3,000,000)	-	-	-	-	-					
42	CONSERVATION TRUST	11,569,864	-	-	-	-	-					
43	ALLOWANCE FOR WORKING CAPITAL	(15,079,143)	-	-	-	-	-					
44	OTHER	(32,417,645)	-	-	-	-	-					
45	TOTAL RATE BASE	2,515,307,703	-	-	-	-	(74,810)					
46												

