

**PUGET SOUND ENERGY-ELECTRIC  
2.11 PROPERTY TAXES  
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2003  
GENERAL RATE INCREASE**

**LINE**

NO. DESCRIPTION	WASHINGTON	MONTANA	OREGON	TOTAL
1 RESTATED PROPERTY TAX	\$ 23,275,330	\$ 8,987,002	\$ 981,652	\$ 33,243,984
2 CHARGED TO EXPENSE IN TY	23,055,301	9,387,665	829,823	33,272,789
3 INCREASE(DECREASE) INCOME	\$ (220,029)	\$ 400,663	\$ (151,829)	\$ 28,805
4				
5 Remove 1995-2001 BACK TAX PAYMENT				\$ (3,833,282)
6				
7				
8				
9 TOTAL INCREASE(DECREASE) INCOME				\$ 3,862,087
10 INCREASE(DECREASE) FIT @			35%	1,351,731
11				
12 INCREASE(DECREASE) NOI				<u>\$ 2,510,356</u>

**PUGET SOUND ENERGY-ELECTRIC**  
**2.12 WHITE RIVER RELICENSING AND PLANT COSTS**  
**FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2003**  
**GENERAL RATE INCREASE**

LINE NO.	DESCRIPTION	TEST YEAR	PROFORMA	ADJUSTMENT
1	<b><u>EFFECT ON OVERALL OPERATING EXPENSES:</u></b>			
2	ADJUSTMENT TO DEPRECIATION EXPENSE (FERC 403):			
3	RELICENSING COSTS	\$ -	\$ -	-
4	PLANT COSTS	1,381,963	-	(1,381,963)
6	TOTAL OPERATING EXPENSE (FERC 403)	<u>\$ 1,381,963</u>	<u>\$ -</u>	<u>(1,381,963)</u>
7				
8	ADJUSTMENT TO AMORTIZATION EXPENSE (FERC 407):			
9	RELICENSING COSTS	\$ -	\$ -	-
10	PLANT COSTS	-	1,494,702	\$ 1,494,702
12	TOTAL OPERATING EXPENSE (FERC 407)	<u>\$ -</u>	<u>\$ 1,494,702</u>	<u>1,494,702</u>
13				
14	INCREASE (DECREASE) INCOME			(112,739)
15				
16	INCREASE (DECREASE) FIT @		35%	(39,459)
17	INCREASE (DECREASE) NOI			<u>\$ (73,280)</u>
18				
19	<b><u>EFFECT ON OVERALL RATEBASE:</u></b>			
20	<b><u>ADJUSTMENT TO PRODUCTION RATE BASE:</u></b>			
21	<u>PLANT COSTS</u>			
22	GROSS PLANT	\$ 61,716,085	\$ -	\$ (61,716,085)
23	ACCUMULATED DEPREC / AMORT	(18,204,391)	-	18,204,391
24	DEFERRED FIT	(4,105,474)	-	4,105,474
25	NET PLANT COSTS IN BEG PROD RB (Note 1)	<u>\$ 39,406,220</u>	<u>\$ -</u>	<u>\$ (39,406,220)</u>
26				
27	<b><u>ADJUSTMENT TO REGULATORY ASSET RATE BASE:</u></b>			
28	<u>RELICENSING COSTS</u>			
29	DEFERRED RELICENSING COSTS:			
30	WHITE RIVER LICENSING CHARGES	\$ -	\$ 15,201,438	\$ 15,201,438
31	WATER RIGHTS	-	-	-
32	OTHER WHITE RIVER CWIP	-	2,698,922	2,698,922
33	GROSS RELICENSING COSTS - AMA	-	17,900,360	17,900,360
34	ACCUMULATED AMORTIZATION - AMA	-	-	-
35				
36	TOTAL ADJUST TO REG ASSET RATEBASE	-	17,900,360	17,900,360
37	<u>PLANT COSTS</u>			
38	GROSS PLANT	-	66,660,934	66,660,934
39	ACCUMULATED DEPREC / AMORT	-	(21,269,880)	(21,269,880)
40	DEFERRED FIT	-	(4,047,572)	(4,047,572)
41	NET PLANT COSTS	-	41,343,483	41,343,483
42				
43	<b><u>EFFECT ON OVERALL RATEBASE</u></b>	<u>\$ 39,406,220</u>	<u>\$ 59,243,843</u>	<u>\$ 19,837,623</u>
44				