

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

LINE NO.	ACTUAL RESULTS OF OPERATIONS	TOTAL ADJUSTMENTS	ADJUSTED RESULTS OF OPERATIONS	REVENUE REQUIREMENT DEFICIENCY	AFTER RATE INCREASE
1	OPERATING REVENUES:				
2	SALES TO CUSTOMERS	\$ 522,553,139	\$ 180,452,607	\$ 703,005,746	\$ 713,852,934
3	MUNICIPAL ADDITIONS	21,624,997	5,646,846	27,271,843	27,690,333
4	OTHER OPERATING REVENUES	11,020,477	(7,145,647)	3,874,830	3,874,830
5	TOTAL OPERATING REVENUES	\$ 555,198,613	\$ 178,953,806	\$ 734,152,419	\$ 745,418,097
6					
7	OPERATING REVENUE DEDUCTIONS:				
8					
9					
10	GAS COSTS:				
11					
12	PURCHASED GAS	\$ 260,366,708	\$ 169,899,443	\$ 430,266,151	\$ 430,266,151
13					
14	TOTAL PRODUCTION EXPENSES	\$ 260,366,708	\$ 169,899,443	\$ 430,266,151	\$ 430,266,151
15					
16	OTHER POWER SUPPLY EXPENSES	\$ 1,134,458	\$ 22,294	\$ 1,156,751	\$ 1,156,751
17	TRANSMISSION EXPENSE	360,965	11,215	372,180	372,180
18	DISTRIBUTION EXPENSE	25,045,610	676,774	25,722,383	25,722,383
19	CUSTOMER ACCOUNT EXPENSES	20,751,969	(281,900)	20,470,068	20,470,068
20	CUSTOMER SERVICE EXPENSES	4,862,124	(3,129,261)	1,732,864	1,732,864
21	CONSERVATION AMORTIZATION	2,008,929	(1,160,780)	848,149	848,149
22	ADMIN & GENERAL EXPENSE	26,373,760	5,798,755	32,172,515	32,229,740
23	DEPRECIATION	57,635,006	(8,405,429)	49,229,577	49,229,577
24	AMORTIZATION	9,600,784	0	9,600,784	9,600,784
25	AMORTIZATION OF PROPERTY LOSS	36,543	0	36,543	36,543
26	OTHER OPERATING EXPENSES	600,936	0	600,936	600,936
27	TAXES OTHER THAN F.I.T.	56,143,334	16,165,135	72,308,469	73,178,075
28	FEDERAL INCOME TAXES	(11,871,394)	5,777,732	(6,093,662)	(2,475,066)
29	DEFERRED INCOME TAXES	20,693,494	918,606	21,612,100	21,612,100
30	TOTAL OPERATING REV. DEDUCT.	\$ 213,376,518	\$ 16,393,140	\$ 229,769,658	\$ 234,315,085
31					
32	NET OPERATING INCOME	\$ 81,455,387	\$ (7,338,777)	\$ 74,116,610	\$ 80,836,861
33					
34	RATE BASE	\$ 1,064,535,666	\$ (828,165,652)	\$ 1,036,370,013	\$ 1,036,370,013
35					
36	RATE OF RETURN	7.65%			7.80%
37					
38	RATE BASE:				
39	UTILITY PLANT IN SERVICE AND OTHER ASSETS	\$ 1,755,514,587	\$ (47,587,765)	\$ 1,707,926,822	\$ 1,707,926,822
40	ACCUMULATED DEPRECIATION	(540,807,236)	16,391,876	(524,415,360)	(524,415,360)
41	ACCUMULATED DEFERRED FIT - LIBERALIZED		3,030,237	(131,312,718)	(131,312,718)
42	DEPRECIATION AND OTHER LIABILITIES	(17,174,520)		(17,174,520)	(17,174,520)
43	TOTAL NET INVESTMENT	\$ 1,063,189,876	\$ (28,165,652)	\$ 1,035,024,223	\$ 1,035,024,223
44	ALLOWANCE FOR WORKING CAPITAL			1,345,790	1,345,790
45	TOTAL RATE BASE	\$ 1,064,535,666	\$ (28,165,652)	\$ 1,036,370,013	\$ 1,036,370,013

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

LINE NO.	Parvinen		Parvinen		Parvinen		Parvinen		Parvinen		TOTAL ADJUSTMENTS	ADJUSTED RESULTS OF OPERATIONS	
	WAGE INCREASE	INVESTMENT PLAN	EMPLOYEE INSURANCE	LOW INCOME AMORTIZATION	HEATER PROGRAM	GAS WATER	2.13	2.14	2.15	2.16			2.17
1													
2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -					\$ 180,452,607	\$ 703,005,746	
3											\$ 5,646,846	\$ 27,271,843	
4											\$ (7,145,647)	\$ 3,874,830	
5	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -					\$ (8,137,320)	\$ 734,152,419	
6													
7													
8													
9													
10													
11													
12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -					\$ 169,899,443	\$ 430,266,151	
13													
14	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -					\$ 169,899,443	\$ 430,266,151	
15													
16											\$ 22,294	\$ 1,156,751	
17											\$ 11,215	\$ 372,180	
18											\$ 676,774	\$ 25,722,383	
19											\$ (281,900)	\$ 20,470,068	
20											\$ (3,129,261)	\$ 1,732,864	
21											\$ (1,160,780)	\$ 848,149	
22											\$ 5,798,755	\$ 32,172,515	
23											\$ (8,405,429)	\$ 49,229,577	
24												\$ 9,600,784	\$ 36,543
25												\$ 600,936	\$ 600,936
26											\$ 16,165,135	\$ 72,308,469	
27											\$ 5,777,732	\$ (6,093,662)	
28											\$ 918,606	\$ 21,612,100	
29											\$ 16,393,140	\$ 229,769,658	
30											\$ (8,743,829)	\$ 229,769,658	
31													
32	\$ 982,842	\$ 41,872	\$ 461,431	\$ (1,792,203)	\$ 965,032	\$ 326,582					\$ 16,165,135	\$ 74,116,610	
33											\$ 5,777,732	\$ (6,093,662)	
34											\$ 918,606	\$ 21,612,100	
35													
36													
37													
38													
39													
40													
41													
42													
43													
44													
45													

7.15%

UTILITY PLANT IN SERVICE AND OTHER ASSETS
 ACCUMULATED DEPRECIATION
 ACCUMULATED DEFERRED FIT - LIBERALIZED
 DEPRECIATION AND OTHER LIABILITIES
 TOTAL NET INVESTMENT
 ALLOWANCE FOR WORKING CAPITAL
 TOTAL RATE BASE