

**PUGET SOUND ENERGY, INC.
 RECENT HISTORICAL CAPITAL STRUCTURE**

AMOUNT (000)

<u>Type of Capital</u>	<u>Sep-06</u>	<u>Dec-06</u>	<u>Mar-07</u>	<u>Jun-07</u>	<u>Sep-07</u>	5 Quarter Average
Common Equity	\$ 2,108,238	\$ 2,139,732	\$ 2,194,851	\$ 2,208,569	\$ 2,194,285	\$ 2,169,135
Preferred Stock	\$ 1,889	\$ 1,889	\$ 1,889	\$ 1,889	\$ 1,889	\$ 1,889
Trust Preferred	\$ 37,750	\$ 37,750	\$ 37,750	\$ -	\$ -	\$ 22,650
Long-term Debt*	\$ 2,806,110	\$ 2,771,110	\$ 2,671,110	\$ 2,883,360	\$ 2,858,360	\$ 2,798,010
Short-term Debt	\$ <u>127,365</u>	\$ <u>352,358</u>	\$ <u>485,871</u>	\$ <u>314,321</u>	\$ <u>402,321</u>	\$ <u>336,447</u>
TOTAL	\$ 5,081,352	\$ 5,302,839	\$ 5,391,471	\$ 5,408,139	\$ 5,456,855	\$ 5,328,131

PERCENTAGE

<u>Type of Capital</u>	<u>Sep-06</u>	<u>Dec-06</u>	<u>Mar-07</u>	<u>Jun-07</u>	<u>Sep-07</u>	5 Quarter Average
Common Equity	41.49%	40.35%	40.71%	40.84%	40.21%	40.71%
Preferred Stock	0.04%	0.04%	0.04%	0.03%	0.03%	0.04%
Trust Preferred	0.74%	0.71%	0.70%	0.00%	0.00%	0.43%
Long-term Debt*	55.22%	52.26%	49.54%	53.32%	52.38%	52.51%
Short-term Debt	<u>2.51%</u>	<u>6.64%</u>	<u>9.01%</u>	<u>5.81%</u>	<u>7.37%</u>	<u>6.31%</u>
TOTAL	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

* Including current maturities.
 All data from Company response to PC-02.

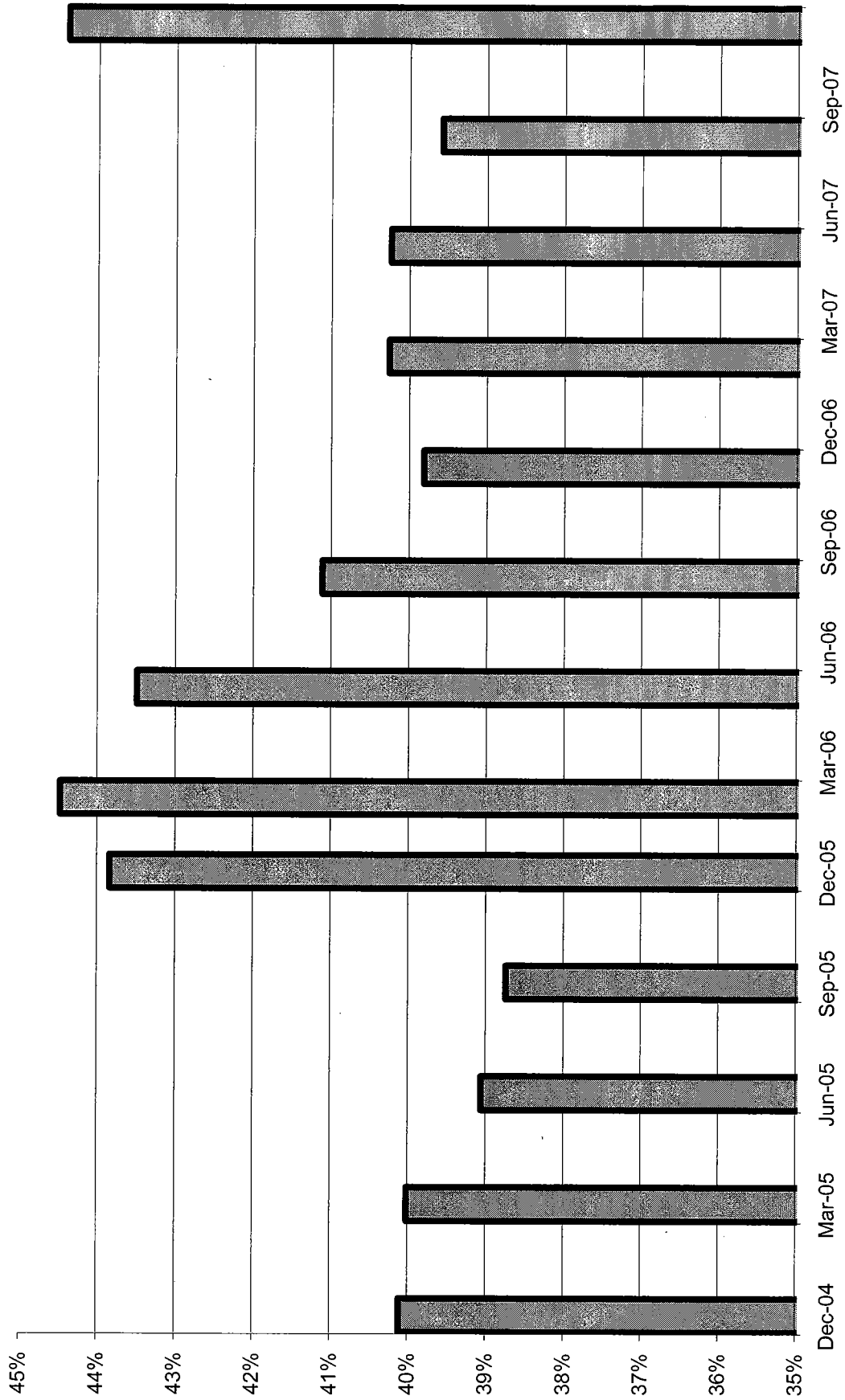
PUGET SOUND ENERGY, INC.
HISTORICAL CAPITAL STRUCTURE
 DECEMBER 2004 THROUGH DECEMBER 2007

AMOUNT (\$000)													AVERAGE	
	Dec-04	Mar-05	Jun-05	Sep-05	Dec-05	Mar-06	Jun-06	Sep-06	Dec-06	Mar-07	Jun-07	Sep-07		Dec-07
Type of Capital														
Common Equity	1,592,443	1,650,741	1,630,954	1,636,775	1,986,621	2,026,486	2,091,660	2,075,810	2,092,283	2,154,254	2,154,161	2,137,113	2,504,091	1,979,492
Preferred Stock	1,889	1,889	1,889	1,889	1,889	1,889	1,889	1,889	1,889	1,889	1,889	1,889	1,889	1,889
Trust Preferred	280,250	280,250	237,750	237,750	237,750	237,750	37,750	37,750	37,750	37,750	-	-	-	127,885
Long-term Debt*	2,095,360	2,095,360	2,145,360	2,114,360	2,264,360	2,264,360	2,468,360	2,806,110	2,771,110	2,671,110	2,883,360	2,858,360	2,858,360	2,484,302
Short-term Debt	-	97,051	159,623	233,871	41,000	25,600	209,099	127,365	352,358	485,871	314,321	402,321	276,252	209,595
TOTAL	3,969,942	4,125,291	4,175,576	4,224,645	4,531,620	4,556,085	4,808,758	5,048,924	5,255,390	5,350,874	5,353,731	5,399,683	5,640,592	4,803,162
PERCENTAGE														
Type of Capital														
Common Equity	40.11%	40.02%	39.06%	38.74%	43.84%	44.48%	43.50%	41.11%	39.81%	40.26%	40.24%	39.58%	44.39%	41.16%
Preferred Stock	0.05%	0.05%	0.05%	0.04%	0.04%	0.04%	0.04%	0.04%	0.04%	0.04%	0.04%	0.03%	0.03%	0.04%
Trust Preferred	7.06%	6.79%	5.69%	5.63%	5.25%	5.22%	0.79%	0.75%	0.72%	0.71%	0.00%	0.00%	0.00%	2.97%
Long-term Debt*	52.78%	50.79%	51.38%	50.05%	49.97%	49.70%	51.33%	55.58%	52.73%	49.92%	53.86%	52.94%	50.67%	51.67%
Short-term Debt	0.00%	2.35%	3.82%	5.54%	0.90%	0.56%	4.35%	2.52%	6.70%	9.08%	5.87%	7.45%	4.90%	4.16%
TOTAL	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

* Including current maturities.
 All data from S.E.C. Forms

PUGET SOUND ENERGY

COMMON EQUITY AS A PERCENT OF TOTAL CAPITAL



All data from Company SEC filings.

PUGET SOUND ENERGY, INC.
COMBINATION GAS-ELECTRIC UTILITY EQUITY RATIOS

<u>COMBINATION GAS & ELECTRIC COMPANIES</u>	<u>EQUITY RATIO</u>	<u>S&P Bond Rating</u>	<u>Moody's Bond Rating</u>
1 AES Corporation (NYSE-AES)	14	BBB	Baa1
2 Alliant Energy Corporation (NYSE-LNT)	56	A-	A2
3 Ameren Corporation (NYSE-AEE)	49	BBB	Baa2
4 Aquila Inc. (NYSE-ILA)	56	B+	Ba3
5 Avista Corporation (NYSE-AVA)	46	BBB+	Baa3
6 Black Hills Corporation (NYSE-BKH)	58	BBB	Baa1
7 CenterPoint Energy (NYSE-CNP)	15	BBB	Baa1
8 CH Energy Group, Inc. (NYSE-CHG)	53	A	A2
9 CMS Energy Corporation (NYSE-CMS)	25	BBB	Baa1
10 Consolidated Edison, Inc. (NYSE-ED)	49	A	A1
11 Constellation Energy Group, Inc. (NYSE-CEG)	50	A	Baa1
12 Dominion Resources, Inc. (NYSE-D)	44	A	Baa2
13 DTE Energy Company (NYSE-DTE)	40	A-	A3
14 Duke Energy Corporation (NYSE-DUK)	64	A	A3
15 Empire District Electric Co. (NYSE-EDE)	45	BBB+	Baa1
16 Energy East Corporation (NYSE-EAS)	44	A-	A3
17 Entergy Corporation (NYSE-ETR)	41	A-	Baa2
18 Exelon Corporation (NYSE-EXC)	43	A-	A3
19 Florida Public Utilities Company (ASE-FPU)	45	NR	Aaa
20 Integrys Energy Group (NYSE-TEG)	54	A-	A1
21 MDU Resources Group, Inc. (NYSE-MDU)	65	A-	A2
22 MGE Energy, Inc. (NDQ-MGEE)	56	AA-	Aa2
23 NiSource Inc. (NYSE-NI)	43	BBB	Baa2
24 Northeast Utilities (NYSE-NU)	43	BBB+	Baa1
25 Northwestern Corporation (NYSE-NWEC)	52	BBB	Baa3
26 NSTAR (NYSE-NST)	40	AA-	A1
27 Pepco Holdings, Inc. (NYSE-POM)	42	BBB+	Baa1
28 PG&E Corporation (NYSE-PCG)	47	BBB+	Baa1
29 PNM Resources, Inc. (NYSE-PNM)	47	BBB	Baa2
30 PPL Corporation (NYSE-PPL)	39	A-	A3
31 Public Service Enterprise Group (NYSE-PEG)	46	A-	A3
32 Puget Energy, Inc. (NYSE-PSD)	42	BBB+	Baa2
33 SCANA Corporation (NYSE-SCG)	44	A-	A1
34 SEMPRA Energy (NYSE-SRE)	57	A+	A1
35 Sierra Pacific Resources (NYSE-SRP)	39	BB+	Baa3
36 TECO Energy, Inc. (NYSE-TE)	35	BBB-	Baa2
37 UniSource Energy Corporation (NYSE-UNS)	28	BBB	Baa2
38 Unitil Corporation (ASE-UTL)	36	NR	NR
39 Vectren Corporation (NYSE-VVC)	41	A	A3
40 Wisconsin Energy Corporation (NYSE-WEC)	40	A-	Aa3
41 Xcel Energy Inc. (NYSE-XEL)	43	A-	A3
Average	44		
BBB-rated Average	40		

Data from AUS Utility Reports, March 2008.

**PUGET SOUND ENERGY, INC.
 RATEMAKNG CAPITAL STRUCTURE**

<u>Type of Capital</u>	<u>AMOUNT†</u>	<u>ADJUSTED AMOUNT</u>	<u>PERCENT OF TOTAL</u>	<u>COST RATE</u>	<u>WT. AVG. COST RATE</u>
Common Equity	\$2,699,043	\$2,579,318	43.00%	-	-
Preferred Stock	\$1,899	\$1,899	0.03%	8.61%	0.00%
Long-term Debt	\$3,001,777	\$3,121,502	52.04%	6.90%	3.59%
Short-term Debt	<u>\$295,696</u>	<u>\$295,696</u>	<u>4.93%</u>	<u>5.92%</u>	<u>0.29%</u>
TOTAL CAPITAL	\$5,998,415	\$5,998,415	100.00%		

† Data from Exhibit__(DEG-5C).

*Cost rate data from Company filing.

ADJUSTED FOR JR. SUBORDINATED NOTES 50% EQUITY CREDIT

Common Equity + 50% x \$250 Mill	\$2,704,318	45.08%
Preferred Stock	\$1,899	0.03%
Long-term Debt - 50% x \$250 Mill.	\$2,996,502	49.95%
Short-term Debt	<u>\$295,696</u>	<u>4.93%</u>
	\$5,998,415	100.00%