

APPENDIX A

Capital Structure, Cost Rates and Rate of Return

PUGET SOUND ENERGY
Capital Structure, Cost Rates, & Rate of Return

LINE NO. DESCRIPTION	Capital Structure	Embedded Cost	Rate of Return
1 Debt			
a Long-Term Debt	48.59%	6.88%	3.34%
b Short-Term Debt	3.21%	4.55%	0.15%
2 Trust Preferred	6.32%	8.60%	0.54%
3 Preferred Stock	0.04%	8.51%	0.00%
4 Common Equity	41.84%	9.00%	3.77%
5 Total Capital	100.00%		7.80%