

**TOTAL REVENUE REQUIREMENT**

**Evidence filed Dec. 21, 2012**

(Note: Includes NPS 36 from original Parkway West location to Albion)

Line No.	(\$000's)		
	2015	2016	2017
<b>Cost of capital</b>			
1. Rate base	480,286.4	549,673.8	530,228.1
2. Required rate of return	<u>6.29%</u>	<u>6.29%</u>	<u>6.29%</u>
3. Cost of capital	30,196.4	34,558.9	33,336.3
<b>Cost of service</b>			
5. Operation and Maintenance	-	-	-
6. Depreciation and amortization	15,912.8	19,445.6	19,445.6
7. Municipal and other taxes	<u>3,451.9</u>	<u>3,451.9</u>	<u>3,451.9</u>
8. Cost of service	19,364.6	22,897.5	22,897.5
<b>Income taxes on earnings</b>			
12. Excluding tax shield	(6,186.6)	(7,969.8)	(7,546.5)
13. Tax shield provided by interest expense	<u>(4,453.7)</u>	<u>(5,097.2)</u>	<u>(4,916.8)</u>
14. Income taxes on earnings	(10,640.4)	(13,067.0)	(12,463.4)
<b>Taxes on (def.) / suff.</b>			
15. Gross (def.) / suff.	(52,953.3)	(60,393.7)	(59,551.6)
16. Net (def.) / suff.	<u>(38,920.7)</u>	<u>(44,389.4)</u>	<u>(43,770.4)</u>
17. Taxes on (def.) / suff.	14,032.6	16,004.3	15,781.2
18. Revenue requirement	<u>\$ 52,953.3</u>	<u>\$ 60,393.7</u>	<u>\$ 59,551.6</u>

**TOTAL REVENUE REQUIREMENT**  
**Update No.2 (Apr. 15, 2013)**

(Note: Includes NPS 42 from Bram West to Albion)

Line No.	(\$000's)		
Line No.	2015	2016	2017
<b>Cost of capital</b>			
1. Rate base	121,906.9	583,524.9	565,891.1
2. Required rate of return	<u>6.81%</u>	<u>6.81%</u>	<u>6.81%</u>
3. Cost of capital	8,302.5	39,741.2	38,540.2
<b>Cost of service</b>			
5. Operation and Maintenance	274.5	1,317.7	1,317.7
6. Depreciation and amortization	2,939.4	17,636.5	17,636.6
7. Municipal and other taxes	<u>372.1</u>	<u>1,785.9</u>	<u>1,785.9</u>
8. Cost of service	3,586.0	20,740.0	20,740.1
<b>Income taxes on earnings</b>			
12. Excluding tax shield	(5,272.6)	(9,511.5)	(8,979.1)
13. Tax shield provided by interest expense	<u>(1,136.4)</u>	<u>(5,439.5)</u>	<u>(5,275.1)</u>
14. Income taxes on earnings	(6,409.0)	(14,951.0)	(14,254.2)
<b>Taxes on (def) / suff.</b>			
15. Gross (def.) / suff.	(7,455.1)	(61,945.9)	(61,260.1)
16. Net (def.) / suff.	<u>(5,479.5)</u>	<u>(45,530.3)</u>	<u>(45,026.2)</u>
17. Taxes on (def.) / suff.	1,975.6	16,415.7	16,233.9
18. Revenue requirement	<u>\$ 7,455.1</u>	<u>\$ 61,945.9</u>	<u>\$ 61,260.1</u>

**TOTAL REVENUE REQUIREMENT**  
**Update No.6 (Jul. 22, 2013)**

(Note: Includes NPS 42 from revised Parkway West location to Albion)

Line No.	(\$000's)		
Line No.	2015	2016	2017
<b>Cost of capital</b>			
1. Rate base	135,515.5	639,261.0	619,936.1
2. Required rate of return	<u>6.81%</u>	<u>6.81%</u>	<u>6.81%</u>
3. Cost of capital	9,229.3	43,537.1	42,221.0
<b>Cost of service</b>			
5. Operation and Maintenance	283.7	1,361.7	1,361.7
6. Depreciation and amortization	3,221.3	19,328.0	19,328.1
7. Municipal and other taxes	<u>407.6</u>	<u>1,956.4</u>	<u>1,956.5</u>
8. Cost of service	3,912.6	22,646.1	22,646.3
<b>Income taxes on earnings</b>			
12. Excluding tax shield	(5,776.0)	(10,387.3)	(9,804.5)
13. Tax shield provided by interest expense	<u>(1,263.2)</u>	<u>(5,959.1)</u>	<u>(5,778.9)</u>
14. Income taxes on earnings	(7,039.2)	(16,346.3)	(15,583.4)
<b>Taxes on (def) / suff.</b>			
15. Gross (def.) / suff.	(8,303.0)	(67,805.4)	(67,052.9)
16. Net (def.) / suff.	<u>(6,102.7)</u>	<u>(49,836.9)</u>	<u>(49,283.9)</u>
17. Taxes on (def.) / suff.	2,200.3	17,968.4	17,769.0
18. Revenue requirement	<u>\$ 8,303.0</u>	<u>\$ 67,805.4</u>	<u>\$ 67,052.9</u>

**TOTAL REVENUE REQUIREMENT**  
**Interrogatory Responses (June 7, 2013)**

(Note: Includes NPS 36 from Bram West to Albion)

Line No.	2015	2016	2017
<b>(\$000's)</b>			
<b>Cost of capital</b>			
1. Rate base	113,621.5	543,728.2	527,457.4
2. Required rate of return	<u>6.81%</u>	<u>6.81%</u>	<u>6.81%</u>
3. Cost of capital	7,738.2	37,030.8	35,922.7
<b>Cost of service</b>			
5. Operation and Maintenance	274.5	1,317.7	1,317.7
6. Depreciation and amortization	2,712.3	16,273.6	16,273.7
7. Municipal and other taxes	<u>346.6</u>	<u>1,663.7</u>	<u>1,663.7</u>
8. Cost of service	3,333.4	19,255.1	19,255.2
<b>Income taxes on earnings</b>			
12. Excluding tax shield	(4,941.8)	(8,869.4)	(8,373.8)
13. Tax shield provided by interest expense	<u>(1,059.2)</u>	<u>(5,068.5)</u>	<u>(4,916.9)</u>
14. Income taxes on earnings	(6,001.0)	(13,937.9)	(13,290.6)
<b>Taxes on (def) / suff.</b>			
15. Gross (def.) / suff.	(6,898.8)	(57,616.3)	(56,989.5)
16. Net (def.) / suff.	<u>(5,070.6)</u>	<u>(42,348.0)</u>	<u>(41,887.3)</u>
17. Taxes on (def.) / suff.	1,828.2	15,268.3	15,102.2
18. Revenue requirement	<u>\$ 6,898.8</u>	<u>\$ 57,616.3</u>	<u>\$ 56,989.5</u>