

TECUMSEH GAS
CLASSIFICATION OF COST OF SERVICE
2017 TEST YEAR
(\$'000)

Item No.	Functional Allocation T/C	Pool & Expenses	Utility Return & Expenses	Transmission & Compression	Storage Space	Total	Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	Col. 12	Col. 13	Col. 14	
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RATE BASE RETURN AMOUNT																					
1.1	Utility Return	55%	16,567.1	7,455.2	9,111.9	7,455.2	Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	Col. 12	Col. 13	Col. 14	
1.	Total Return		16,567.1	7,455.2	9,111.9	7,455.2															
EXPENSES - OPERATION																					
2.1.1	Labour	75%	1,516.9	1,137.7	379.2	1,137.7															
2.1.2	Supplies & Other	90%	590.8	531.7	59.1	531.7															
2.1.3	Hydro	100%	374.0	374.0		374.0															
2.1.4	Lease Rentals	0%	1,646.3		1,646.3																
2.1.5	Surface Rentals	100%	353.1		353.1																
2.1.6	Provision for LUF	87%	3,399.0	2,957.1	441.9	2,957.1															
2.1	Subtotal		7,880.1	5,000.5	2,879.6	5,000.5															
MAINTENANCE																					
2.2.1	Company	80%	1,536.3	1,229.0	307.3	1,229.0															
2.2.2	Contractor	55%	1,608.3	884.6	723.7	884.6															
2.2	Subtotal		3,144.5	2,113.6	1,031.0	2,113.6															
ADMINISTRATIVE & GENERAL																					
2.3.1	General Office	75%	3,367.6	2,525.7	841.9	2,525.7															
2.3.2	Service Fees	25%	2,517.0	1,887.8	629.3	1,887.8															
2.3.3	Overhead Capitalized	75%	(1,046.5)	(784.9)	(261.6)	(784.9)															
2.3	Subtotal		4,838.2	3,628.6	1,209.6	3,628.6															
DEPRECIATION AND AMORTIZATION																					
2.4.1	Depreciation	59%	6,891.1	4,036.9	2,854.2	4,036.9															
2.4.2	Amortization	0%	472.8		472.8																
2.4	Subtotal		7,363.9	4,036.9	3,327.0	4,036.9															
TAXES - OTHER THAN INCOME																					
2.5.1	Municipal	80%	1,538.3	1,230.7	307.7	1,230.7															
2.5.2	Capital	45%	0.0	0.0	0.0	0.0															
2.5	Subtotal		1,538.3	1,230.7	307.7	1,230.7															
TOTAL EXPENSES																					
2.			24,765.0	16,010.3	8,754.9	16,010.3															
3.	REVENUE REQUIREMENT		41,332.1	23,465.5	17,866.8	23,465.5															
4.1	GROSS REVENUE REQUIREMENT (incl. fuel)		41,332.1	23,465.5	17,866.8	23,465.5															
4.2	GROSS REVENUE REQUIREMENT (excl. fuel)		41,332.1	23,465.5	17,866.8	23,465.5															
3.1.1	Less: UNION GAS																				
3.1.2	Less: CENTRA GAS																				
3.1.3	Less: ST. LAWRENCE																				
3.1	Net CONSUMERS GAS		6,267.6	11,449.8	4,143.1	11,449.8															

Witnesses: A. Kacicnik
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