

Residential Rate Advisor

Revenue Requirement Analysis

October 17, 2011

Cash Flow Methodology Revenue Requirement Components	AE Proposed Test Year	RRA Proposed Original	RRA Proposed Scenario 1 5 Yr Amort.	RRA Proposed Scenario 2 Rate St.-45 days	RRA Proposed Scenario 3 Rate St.-60 days
Total Operations & Maintenance Expenses	\$ 820,034,711	\$ 820,034,711	\$ 820,034,711	\$ 820,034,711	\$ 820,034,711
Depreciation & Amortization of CIAC	117,214,512	117,214,512	117,214,512	117,214,512	117,214,512
Return:					
Debt Service	168,070,290	168,070,290	168,070,290	168,070,290	168,070,290
General Fund Transfer	103,000,000	103,000,000	103,000,000	103,000,000	103,000,000
Depreciation & Amortization of CIAC	(117,214,512)	(117,214,512)	(117,214,512)	(117,214,512)	(117,214,512)
Capital From Current Revenue	111,091,011	111,091,011	111,091,011	111,091,011	111,091,011
Required Contributions to Decom. Reserve	6,716,995	5,557,782	5,557,782	5,557,782	5,557,782
Required Contributions to Reserve	15,960,533	(6,512,872)	9,576,320	(365,926)	5,076,227
Other net (Non-Rate) Revenue	(88,852,737)	(90,464,847)	(90,464,847)	(90,464,847)	(90,464,847)
Total Revenue Requirement	\$ 1,136,020,803	\$ 1,110,776,075	\$ 1,126,865,267	\$ 1,116,923,021	\$ 1,122,365,174
System Retail Sales (MWh)	11,813,939	11,813,939	11,813,939	11,813,939	11,813,939
Average Rate (\$/MWh)	\$ 96.16	\$ 94.02	\$ 95.38	\$ 94.54	\$ 95.00
Comparison to - FY 2009 Rate Structure	\$ 1,004,133,897	\$ 1,004,133,897	\$ 1,004,133,897	\$ 1,004,133,897	\$ 1,004,133,897
Over / (Under) Recovery	\$ 131,886,905	\$ 106,642,178	\$ 122,731,369	\$ 112,789,124	\$ 118,231,277
Required Increase / (Decrease) in Rate Revenue	13.1%	10.6%	12.2%	11.2%	11.8%
Revenue Requirement Reduction		\$ (25,244,728)	\$ (9,155,536)	\$ (19,097,782)	\$ (13,655,629)