

9. Ref: Response to School Energy Coalition Interrogatory 15(a)

Request

Please provide details of the rate base and revenue requirement implications of the various carryovers from 2009 to 2010, and from 2010 to later years. Please provide a new rate base continuity table.

UPDATED Response:

In Veridian's response to SEC IR 15 (a) it referenced the response to EP IR 4 where it provided a list of the 2009 projects over the materiality threshold of \$240k and a projection of their year-end status as to whether they would be in-service or not.

Veridian also provided in its response to EP #3 a table of the forecasted 2009 projects by Investment Category, updated to include 2009 year-end projected expenditures. The table has been updated to include actual in-service, unaudited year-end capital expenditures in total and provided below. A breakdown by category was not possible to complete within the timelines provided for response.

Investment Category	2009 Forecast as filed	2009 YTD Actual Expenditures @ 10/31/2009	2009 Year-end Projected Expenditures	REVISED 2009 Year-end Actual in-service Expenditures @ 12/31/2009
Development	8,157	5,325	7,868	
Sustainment	6,713	5,800	7,961	
Fleet	1,310	786	1,086	
Facilities	1,141	553	695	
IT	2,454	744	1,934	
Miscellaneous	103	45	103	
Total Gross Investment	19,877	13,253	19,647	19,915
Contributed Capital included in above	3,301	3,256	3,835	3,714
Total Increase in Net Fixed Assets (net of capital contributions)	16,576	9,997	15,812	16,201

Veridian Connections
EB-2009-0140
Response to School Energy Coalition Interrogatories
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Only in-service capital expenditures have been included in the 2009 Year End Actual column.

Veridian has now finalized its 2009 in-service gross capital expenditures at \$19,915,415. This includes capital contributions of \$3,714,817 for a net 2009 in-service capital expenditure of \$16,200,596.

An updated rate base continuity schedule is provided below as well as a table showing changes in key values such as Test Year rate base, amortization, PILs, regulated return on capital and service revenue requirement.

Forecast 2010 rate base decreases by \$219,008 and 2010 base revenue requirement decreases by \$117,490.

Updated Rate Base Summary

2006 Board Approved	2006 Actual	2007 Actual	2008 Actual	2009 Forecast	2010 Forecast
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(\$000's)

Net Fixed

Assets	\$ 116,743	\$ 115,666	\$ 124,952	\$ 134,660	\$ 143,207	\$ 154,529
Working Capital Allowance	\$ 27,417	\$ 29,967	\$ 31,438	\$ 30,837	\$ 32,349	\$ 32,928

Total Rate

Base	\$ 144,160	\$ 145,633	\$ 156,390	\$ 165,497	\$ 175,555	\$ 187,457
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Summary of Changes due to 2009 Final Capital Expenditures

	Gross Capital Expenditures	Amortization	OM&A	Rate Base	PILs	Revenue Offsets	Base Revenue Requirement
Revised	29,270,600	12,835,676	22,236,324	187,456,521	3,108,814	4,218,100	47,530,983
Application Update	29,270,600	12,947,743	22,236,324	187,675,529	3,098,385	4,218,100	47,648,472
Inc(Dec)	-	(112,067)	-	(219,008)	10,429	-	(117,490)