

ATTACHMENT L

R1-Residential Revenue Requirement

As noted in NRG's Response to Question 7, three items account for an increase in Residential bills from 2.7% to 5.5%.

Item 1: Impact of a decrease in % allocated to IGPC of A&G (see Note 1 on next page)

	After Settlement Agreement (\$000's)	Per Draft Rate Order (\$000's)	Change (\$000's)	% Change in Bill
Gas Supply	4.0	4.7	0.7	
Union Demand	223.9	223.9	0.0	
Union Commodity	34.9	34.9	0.0	
Delivery Commodity	20.4	19.9	(0.5)	
Delivery Demand	527.4	518.3	(9.1)	
Weighted Customer - Services	592.4	626.9	34.5	
Weighted Customer - Meters	149.9	148.0	(1.9)	
Weighted Customer - Billing	862.2	885.1	22.9	
Unweighted Customer	567.9	564.4	(3.5)	
Bad Debt/Collection	48.9	48.8	(0.1)	
Direct Assignment	-	-	-	
Security Deposits	(9.9)	(8.6)	1.3	
Revenue Requirement	<u>\$ 3,021.9</u>	<u>\$ 3,066.2</u>	<u>\$ 44.3</u>	1.5%

Item 2: Change in Volume (refer to Attachment J and Note 2 on next page) 0.7%

Item 3: Increase in Revenue: Cost Ratio (see Note 3 on next page) 0.6%
2.8%

Bill impact - after Settlement 2.7%

Bill impact - per Revised Draft Rate Order 5.5%

Increase 2.8%