Lakeland Power Distribution Ltd.
(serving the communities of Sundridge, Magnetawan, Burk's Falls, Huntsville and Bracebridge)

5-45 Cairns Crescent
Huntsville Ontario P1H 2M2
(705) 789-5442 or 1-888-282-7711
Fax (705) 789-3110
E-mail: service@lakelandpower.on.ca

April 2, 2007

Ontario Energy Board
26th Floor
2300 Yonge Street
Toronto, Ontario
M4P 1E4
ATT: Ms. Kirsten Walli, Secretary

Dear Ms. Walli,

ED-2002-0540
RP- 2005-0020 EB-2005-0388 (2006 EDR)
EB-2007-0551
2007 Electricity Distribution Rate Application
Lakeland Power Distribution Ltd.
Re: Z-Factor, Extraordinary Event Costs

We respectively submit the following responses to the Interrogatories of the Board Staff.

In accordance with instructions on Procedural Order 1, please find following the responses.

Three (3) hard copies of this application are enclosed, together with an electronic copy of the responses. An electronic copy has also been sent via email to Boardsec@oeb.gov.on.ca under the subject "Lakeland EB-2007-0551 Z-Factor Interrogatories" file name Lakeland_IR_Board_20070402.

Yours truly,

Mr. Chris Litschko
President & CEO
Lakeland Holding
5-45 Cairns Cres.
Huntsville, Ontario
P1H 2M2

705-789-5442
705-789-3110 (fax)
cjlitschko@lakelandholding.com

Board Staff Interrogatories

Recording and Record Keeping

1. As the uncertainty regarding the Z-factor approval, the company believed it prudent to record all costs related to this Act of God on the Profit and Loss statement rather in 1572. Currently Account 1572 does not have a balance.
2. The storm costs related to September 24, 2006 are recorded in 5131 Trouble costs. The applicant does not intend to make these costs the subject of any future claim as they are considered part of the normal course of business.
3. There are no differences
4. There are no amounts remaining to pay. Charges from Bracebridge Generation are included in the amount listed as Lakeland Power Labour. There were no charges from Lakeland Energy although the contract staff did provide assistance.
5. The assets (poles) that were replaced were fully depreciated and as such, did not have an impact on the statements. Original value of the 25 poles was $4,500.

Materiality

6. Materiality Calculation
    a. Distribution expense – 2006 EDR model total distribution expenses $3,398,147 - .2% would be $6,800
    b. Net fixed asset approach – 2006 EDR model net fixed assets $12,982,926 - .2% would be $26,000

7. The assets replaced were 24 individual poles that would only be replaced if inspection indicated the need.

Causation

8. The costs are related to getting power restored as quickly as possible and in the most cost effective manner as well as providing a call centre in order to answer customer inquiries throughout the outage period.
9. The applicant does not carry property insurance coverage for its distribution system as it would be cost prohibitive and not a prudent expense for the ratepayers.
10. Maintenance & Operations Costs – Historic

	2004	2005	2006	2007
Maint&Ops	$715,000	$816,000	$785,000	$760,000
Storm only	$122,100	$167,600	$169,500	$170,000

Prudence

11.The applicant does not have any arrangements/agreements with other LDCs and non-LDCs specifically. Lakeland Power's emergency plan includes calling the surrounding LDCs when storms hit and are able to provide services within the next 24 hours.

12.Attached copies of all invoices from each LDC and non-LDC that assisted (16 pages)

13. Power was restored as quickly as possible utilizing all available resources and only repairing items that were required to restore power immediately.

Recovery Methodology

14. The recovery methodology requested was a rate rider for one year based on a fixed amount per month per customer as not to extend the costs to the ratepayers over a prolonged period. The customer count used was the listing provided in the 2006 EDR model as this was the last quantities utilized by an OEB rate application and was consistent with the values utilized for the May 2007 rate change.

15.

Customer Count	2004	2005	2006
Residential	7300	7354	7403
GS <50 kW	1474	1476	1488
GS >50 kW	93	93	93
USL	69	69	66
Sentinel	44	47	47
Streetlighting	2058	2058	2058
Volume	2004	2005	2006
Residential (kWh)	80,664,864	82,285,609	78,930,880
GS <50 kW (kWh)	46,463,564	47,474,865	45,753,090
GS >50 kW (kW)	222,889	253,510	229,080
USL (kWh)	297,209	271,056	180,704
Sentinel (kWh)	42,900	40,994	41,347
Streetlighting (kW)	5,152	5,152	5,153

Revenues (000's $)	2004	2005	2006
Residential	2,286	2,155	2,251
GS <50 kW	916	877	933
GS >50 kW	890	849	998
USL	33	27	10
Sentinel	1	1	1
Streetlighting	43	42	43

16. attached (54 pages)

Respectfully submitted,

Chris Litschko
President & CEO
Lakeland Holding
5-45 Cairns Cres.
Huntsville, Ontario
P1H 2M2

705-789-5442
705-789-3110 (fax)
cjlitschko@lakelandholding.com

NORTH BAY HYDRO

P.O. Box 3240
North Bay, ON P2B 8Y5
Phone: 705-474-8100
Fax: 705-474-4634

RECEIVED OCT 1 3 2006

Invoice to:	Lakeland Power 5-45 Cairns Crescent Huntsville, ON P1H 2M2	Invoice #:	1069
		Invoice date:	October 5, 2006
Customer #:	523	PO Number:	631.
WF #:	298240 RCOTHR		

Quantity	Description	Unit Price	Extended Description
1.00	Assist Lakeland Power with storm damage repair August 2006	$	14,670.83
	GST #882463128		880.24
	TOTAL DUE	$	**15,551.07**

Nov 4/06
PJ-1717
CD-2081

NOBA -

APPROVED BY	ACCT. CHG'D.
nom	1.20.5132.303
DATE PAID	CHEQUE No.
Nov 10/06	20073

14,670.83
880.24

Terms: Net 30 Days

Inter... ...rged at the rate of 19.56% annum, 1.5% per month.

Date: 08/11/2006
Time: 9:26 AM

#	Seq No	Job	Activity	Account	PO
16,513	1	20300	513201	1.20.5132.303	
16,514	2	20300	513201	1.20.5132.30	

2 Records

Orillia Power Distribution Corporation
P.O. Box 398, 360 West St. S.
Orillia, Ontario
L3V 6J9
web site www.orilliapower.ca

Telephone: 705-326-7315
Fax: 705-326-0800

Orillia Power

RECEIVED SEP 2 5 2006

To:

Lakeland Power
5-45 Cairns Cr.
Huntsville, ON P1H 2M2

Date	September 19, 2006
P.O. #	
Our W.O. #	21-06-6810
Terms	Net 30 days

Invoice

Assist with storm damage in Bracebridge

See details attached

Labour	$ 11,171.58
Material	$ 7,271.59
Trucks	$ 4,037.50
Direct Purchase	$ 30.64

ORIL

APPROVED BY	ACCT. CHG'D. 1.20.5132.305
DATE PAID	CHEQUE No.

22,511.31
1,350.68

COPY

NO PO
copy Pete
Sep 25/06

Subtotal	$ 22,511.31
G.S.T.	$ 1,350.68
Total	$ 23,861.99

G.S.T. # 86512 0596

№ 1455

E&OE

White - Customer Copy Pink - Remittance Yellow - File

Invoice

Lakeland Power

5-45 Cairns Cr.

Huntsville ON P1H 2M2

21-06-6810
Job Address:
5-45 Cairns Cr.
Huntsville ON P1H 2M2

Date	Invoice Number	Customer Order Number	Customer Number	Net Terms
9/19/2006	1455		LAKELAND POWER	Net 30

Description

Assist with storm damage in Bracebridge

Labor	Quantity	Unit Chg	Billable Amount
Lab-Purch-Reg	4.00	50.36	201.45
Lab-Distrib-Sup-Reg	1.00	66.75	66.75
Lab-Distrib-Sup-D/T	3.50	133.50	467.25
Lab-Distrib-Reg	40.00	45.83	1,833.30
Lab-Distrib-D/T	82.00	102.92	8,439.78
Labour - Flagperson Time 1/2	4.00	40.76	163.05
		Labor Total:	$11,171.58

Materials	Quantity	Unit Chg	Billable Amount
BOLT - MACHINE - 5/8" X 12"	8.00	1.63	13.08
BOLT - MACHINE - 5/8" X 14"	4.00	1.67	6.69
BOLT - MACHINE - 5/8" X 16"	4.00	2.04	8.18
LAG BOLT - GALV. - 1/2" X 4-1/2"	4.00	0.70	2.83
WASHER - SQUARE - 2" x 2" - 13/16	12.00	0.37	4.48
WASHER - CURVED - 3" x 3" - 13/16"	8.00	0.93	7.45
15KV 200A DISCONNECT - CHANCE - NO	10.00	210.21	2,102.19
10 KV DISTRIBUTION ARRESTER	10.00	59.01	590.19
WOOD POLES - CLASS # 2 - 40'-0"	6.00	946.41	5,678.49
X ARM-WOOD-43D/9'-10"/4P-13/16" HO	6.00	77.71	466.29
#4 / #2 FARGO QUICK SLEEVE - NO SU	23.00	11.33	260.76
15KV 200A DISCONNECT - CHANCE - NO	-10.00	210.22	-2,102.20
10 KV DISTRIBUTION ARRESTER	-10.00	59.01	-590.18
X ARM-WOOD-43D/9'-10"/4P-13/16" HO	-5.00	77.71	-388.59
Material O/H August 2006	1.00	1,211.93	1,211.93
		Materials Total:	$7,271.59

Equipment	Quantity	Unit Chg	Billable Amount
1998 CHEV PICKUP	21.00	8.75	183.75
1996 CHEV LUMINA	4.00	8.75	35.00
2005 FREIGHTLINER BUCKET	8.00	31.25	250.00
2005 FREIGHTLINER BUCKET	5.00	31.25	156.25
1975 BOMBARDIER	21.00	93.75	1,968.75
1992 INTERNATIONAL DIGGER	21.00	37.50	787.50
2005 FREIGHTLINER BUCKET	21.00	31.25	656.25
		Equipment Total:	$4,037.50

AP Direct Purch	Quantity	Unit Chg	Billable Amount

Invoice

1.00	30.64	30.64

AP Direct Purch Tota	$30.64
Billing Amount:	$22,511.31
Retention Withheld:	$0.00
Retention Due:	$0.00
Subtotal:	$22,511.31
Misc:	0.00
Tax:	1,350.68
Pay This Amount:	$23,861.99

G.S.T. 86512 0596

INVOICE

McNamara Powerline Construction Ltd.
131 CONC. 5, WEST
BOX 33, WYEVALE
ONTARIO LOL 2T0
Bus: 1-705-322-0321 Fax: 1-705-322-1171
GST # R 139934756

SOLD TO
Lakeland Power Dist. LTD. K
196 Taylor Road,
Bracebridge, Ontario.
P1L 1J9.

№ 2352

RECEIVED SEP 14 2006 BB

DATE
August 23, 2006

#LP586

	FOREMAN:	
1	AUG. 2 - 5 HOURS @ $59.00 X 2	$ 590.00
2	AUG. 3 - 8 HOURS @ $59.00 PER HOUR	472.00
3	AUG. 3 - 10.5 HOURS @ $59.00 X 2	1,239.00
	LINEMAN:	
4	AUG. 2 - 5 HOURS @ $56.00 X 2	560.00
5	AUG. 3 - 8 HOURS @ $56.00 PER HOUR	448.00
6	AUG. 3 - 10.5 HOURS @ $56.00 X 2	1,176.00
7	AUG. 4 - 8 HOURS @ $56.00 PER HOUR	448.00
8	AUG. 4 - 10. HOURS @ $56.00 X 2	1,120.00
	LINEMAN:	
9	AUG. 2 - 5 HOURS @ $56.00 X 2	560.00
10	AUG. 3 - 8 HOURS @ $56.00	448.00
11	AUG. 3 - 10.5 HOURS @ $56.00 X 2	1,176.00
12	AUG. 4 - 8 HOURS @ $56.00	448.00
13	AUG. 4 - 10 HOURS @ $56.00 X 2	1,120.00
	APPRENTICE:	
14	AUG. 2 - 5 HOURS @ $35.00 X 2	350.00
15	AUG 3 - 8 HOURS @ $35.00 PER HOUR	280.00
16	AUG. 3 - 10.5 HOURS @ $35.00 X 2	735.00
17	AUG. 4 - 8 HOURS @ $35.00 PER HOUR	280.00
18	AUG. 4 - 10 HOURS @ $35.00 X 2	700.00
		$12,150.00

65' BUCKET TRUCK:	
19 AUG 2 - 5 HOURS @ $45.00 PER HOUR	$225.00
20 AUG. 3 - 18.5 HOURS @ $45.00 PER HOUR	832.50
21 AUG. 4 - 18 HOURS @ $45.00 PER HOUR	810.00
RBD TRUCK:	
22 AUG. 2 - 5 HOURS @ $50.00 PER HOUR	250.00
23 AUG. 3 - 18.5 HOURS @ $50.00 PER HOUR	925.00
24 AUG. 4 - 18 HOURS @ $50.00 PER HOUR	900.00
PICK UP TRUCK:	
25 AUG. 2 - 5 HOURS @ $18.00 PER HOUR	90.00
26 AUG. 3 - 18.5 HOURS @ $18.00 PHER HOUR	333.00
MEALS:	
KELSEY'S	75.57
MARG'S	46.58
	$4,487.65
TOTAL	$16,637.65
GST	998.25
	$17,635.90

Sept 15/06
PJ-1693
CP-2058

MCNA 1,20,5132.305

Approved By	Acct. Chgd.
mmm	LP3509
Date Paid	Cheque No.
Sept 15/06	19839

16,637.65
998.25

Barkley Utilities Inc.

42 King Cres
Huntsville, Ont.
P1H 1X6

Invoice

Date	Invoice #
14/08/2006	1176

Bill To
Lakeland Power Distribuiton Ltd 5-45 Cairns Cres. Huntsville, Ont. P1H 2M2

P.O. No.	Terms	Due Date	Project
	Due on receipt	14/08/2006	

Description	Qty	Rate	Amount
Lineman/Journeyman/Laborer Reg Time -- 75 hrs	75	45.00	3,375.00T
Lineman/Journeyman/Laborer Overtime X 1.5 -- 3 hrs	3	67.50	202.50T
Lineman/Journeyman/Laborer Overtime X 2 -- 49 hrs	49	90.00	4,410.00T
(Please refer to attached time sheets for breakdown of hours)			
Business Number: 857691133			

Aug 14/06
DJ-1688

BARK

APPROVED BY	ACCT. CHG'D.
	1.20. Split
DATE PAID	CHEQUE No.

798.50
479.25

GST	Can$479.25
PST	Can$0.00
Total	Can$8,466.75
Balance Due	Can$8,466.75

Barkley Utilities Inc.

42 King Cres
Huntsville, Ont.
P1H 1X6

Invoice

Date	Invoice #
14/08/2006	1178

Bill To
Lakeland Power Distribuiton Ltd 5-45 Cairns Cres. Huntsville, Ont. P1H 2M2

RECEIVED AUG 2 4 2006

P.O. No.	Terms	Due Date	Project
	Due on receipt	14/08/2006	

Description	Qty	Rate	Amount
Lineman/Journeyman/Laborer (Aug 7 - Aug 18) 72 hrs	72	45.00	3,240.00T
Business Number: 857691133			

Aug 14/06
PJ 1688
CD-2056.
Need J/E

BARK

APPROVED BY	ACCT. CHG'D.
mm	1.20. Split
DATE PAID	**CHEQUE No.**
Sept 8/06	19799.

3,240.00
194.40

GST	Can$194.40
PST	Can$0.00
Total	Can$3,434.40
Balance Due	Can$3,434.40

11,901.15

MPL
MUSKOKA POLE LINE
CONSTRUCTION SERVICES INC.

3490 Bayou Road
RR3 Orillia, ON L3V 6H3
(705) 687-8255 (705) 689-4596 fax
muskokapoleline@rogers.com

Invoice

Date	Invoice #
8/9/2006	080906-2

Bill To
Lakeland Power Pete Stevens 196 Taylor Rd, Bracebridge, ON P1P 1J9

Due Date	Project
8/9/2006	Steven's Bay Pole Replacement

Qty	Description	Rate	Amount
7	Journey/Lineman	55.00	385.00T
7	Apprentice Level 1	30.00	210.00T
7	RBD Truck	45.00	315.00T
2	35/2 Poles	295.00	590.00T
	Total GST		90.00
	Business Number: 895748994		

DJ-1675
Aug 8/06
CD-2044

MPOL

Approved By	Acct. Chgd.
203509	1.20.5132.305
Date Paid	**Cheque No.**
Aug 17/06	19722

1500.00
90.00

Thank you for your business.

Total	$1,590.00

Terms: Price based on adherence to terms. Overdue accounts are subject to an interest charge of 2% every 30 days.

MPL
MUSKOKA POLE LINE
CONSTRUCTION SERVICES INC.
3490 Bayou Road
RR3 Orillia, ON L3V 6H3
(705) 687-8255 (705) 689-4596 fax
muskokapoleline@rogers.com

Invoice

Date	Invoice #
8/7/2006	080606-1

Bill To
Lakeland Power Pete Stevens 196 Taylor Rd, Bracebridge, ON P1P 1J9

Due Date	Project
8/7/2006	Storm Trouble - Aug 6, 2006

Qty	Description	Rate	Amount
13	Line Foreman	130.00	1,690.00T
13	Journeyman/Lineman	110.00	1,430.00T
13	RBD Truck	45.00	585.00T
6	Labourer	30.00	(180.00T)
4	Missed meals	15.00	60.00T
			3,765
	Total GST		(10.80) ~~236.70~~ 225.90
	Business Number: 895748994		
	Sept 9/06 PJ-1688 CD-2052		
	Aug 29/06 DEDUCT THE 6 HRS LABOURER FROM THIS INVOICE. AS PER DISCUSSION W TERRY BASS @ MPL.		
	MPOL 1.20.5132.305	3,765.00 225.90 3,990.90	
			$3,990.90

Approved By	Acct. Chgd.
	LP3509
Date Paid	**Cheque No.**
Sept 8/06	19810

Thank you for your business.

Total ~~$4,181.70~~

Terms: Price based on adherence to terms. Overdue accounts are subject to an interest charge of 2% every 30 days.

MPL
MUSKOKA POLE LINE
CONSTRUCTION SERVICES INC.
3490 Bayou Road
RR3 Orillia, ON L3V 6H3
(705) 687-8255 (705) 689-4596 fax
muskokapoleline@rogers.com

Invoice

Date	Invoice #
8/7/2006	080506-1

LP 00584.

RECEIVED SEP 14 2006 BB

Bill To
Lakeland Power Pete Stevens 196 Taylor Rd, Bracebridge, ON P1P 1J9

Due Date	Project
8/7/2006	Storm Trouble - Aug5, 2006

Qty	Description	Rate	Amount
16	Line Foreman	130.00	2,080.00T
28	Journeyman/Lineman	110.00	3,080.00T
15	Apprentice Level 1	60.00	900.00T
11	Mini Backhoe without operator	35.00	385.00T
15	RBD Truck	45.00	675.00T
16	Pickup	20.00	320.00T
	Float fee	150.00	150.00T
8	Missed meals	15.00	120.00T
	Total GST Business Number: 895748994		462.60

Sept 6/06
PJ-1693
CP-2058

MPOL 1.20.5132.305 7,710.00
462.60

Approved By	Acct. Chgd.
mmm	LP3509
Date Paid	**Cheque No.**
Sept 15/06	19841.

Thank you for your business.	Total $8,172.60

Terms: Price based on adherence to terms. Overdue accounts are subject to an interest charge of 2% every 30 days.

MPL
MUSKOKA POLE LINE
CONSTRUCTION SERVICES INC.

3490 Bayou Road
RR3 Orillia, ON L3V 6H3
(705) 687-8255 (705) 689-4596 fax
muskokapoleline@rogers.com

Invoice

Date	Invoice #
8/7/2006	080406-1

LP 585

RECEIVED SEP 14 2006 BB

Bill To
Lakeland Power Pete Stevens 196 Taylor Rd, Bracebridge, ON P1P 1J9

Due Date	Project
8/7/2006	Storm Trouble - Aug 4, 2006

Qty	Description	Rate	Amount
9.5	Journey/Lineman	55.00	522.50T ✓
9.5	Journeyman/ Arborist	50.00	475.00T ✓
9.5	Apprentice Level 1	30.00	285.00T ✓
9.5	Line Foreman	65.00	617.50T ✓
13.5	Pickup	20.00	270.00T ✓
13.5	RBD Truck	45.00	607.50T ✓
4	Journeyman/Lineman	110.00	440.00T ✓
4	Journeyman/Arborist	100.00	400.00T ✓
4	Line Foreman	130.00	520.00T ✓
8	Missed meals	15.00	120.00T ✓
	Sept 6/06 PJ-1613 CO-2058		
	Total GST m POL Business Number 895748994		255.45

Approved By	Acct. Chg. 205132.305
mom	LP3509
Date Paid	**Cheque No.**
Sept 15/06	19841.

4,257.50
255.45

Thank you for your business.	Total $4,512.95

Terms: Price based on adherence to terms. Overdue accounts are subject to an interest charge of 2% every 30 days.

THE TREEMAN

4063 Hampshire Mills Line
Orillia, Ontario L3V 6H3

Phone: (705) 689-8389
Fax: (705) 327-8064

MARK POWELL

CERTIFIED ISA ARBORIST ®

W.S.I.B. No. 6267424

Insurance -Dominion of Canada
Agent: Ron Johnston Ins. Ltd.
$5,000,000 Public Damage, Public Liability

GST # R115083180

#LP578

INVOICE

Lakeland Power

196 Taylor Rd.
Bracebridge, Ontario
P1L 1J9

Invoice No.: 2140
Date: 15-Aug-2006
Page: 1

Job Description	Amount
Supply aerial lift truck and two arborists for emergency service to assist in clearing lines.	
Aug. 2/06 - night shift - 12 hours @ $ 250.00 / hr.	3,000.00
Aug.3/06 - day shift - 12 hours @ $ 200.00 / hr.	2,400.00
Aug. 3/06 - night shift - 12 hours @ $ 250.00 / hr.	3,000.00
Aug. 4/06 - day shift - 12 hours @ $ 200.00 / hr.	2,400.00
Aug. 4/06 - night shift - 11 hours @ $ 250.00 / hr.	2,750.00

As Per rate schedule of 2006. pff

13,550.00
813.00

TREE

Approved By	Acct. Chgd.
mm	1.20.5132.303
Date Paid	**Cheque No.**
Aug 24/06	19751

Aug 28/06
PJ-168
CD-2047

Comments		
2% Interest (24% per annum) charged on overdue accounts	Subtotal:	13,550.00
	GST	813.00
	Total Amount	14,363.00

THE TREEMAN

4063 Hampshire Mills Line
Orillia, Ontario L3V 6H3

Phone: (705) 689-8389
Fax: (705) 327-8064

MARK POWELL

CERTIFIED ISA ARBORIST ®

W.S.I.B. No. 6267424

Insurance -Dominion of Canada
Agent: Ron Johnston Ins. Ltd.
$5,000,000 Public Damage, Public Liability

GST # R115083180

INVOICE

Lakeland Power

196 Taylor Rd.
Bracebridge, Ontario
P1L 1J9

LP 596.

Invoice No.: 2235
Date: 11-Sep-2006
Page: 1

Job Description	Amount
Aug. 23/06 -	
W0 # LP03772 -1039 Strawberry Lane - Remove Maple 2.5 hrs @ 170.00 *	425.00
W0# LP03686 - 1344 Stephen's Bay Rd.-Remove uprooted Ash 2 hrs.@ 170.00 *	340.00
W0# LP03796 - 1684 Beaumont-Rem.split Maple 2hrs.@ 170.00 *	340.00
W0#LP03879-93 McMurray St.-Remove dead Maple 3hrs@ 170.00	510.00
Sept.6/06	
W0# LP03796- # 1684 Beaumont Drive - complete removal of split Maple with isolation 2.5 hours @ 170.00 *	425.00
# 1575 Golden Beach- Remove two Hemlock leaning towards line.2.5 hrs @ 170.00	425.00

Oct 11/06
PJ1700
CD-2067

TREE 1.20.5132.303 - 1,530.00

Approved By	Acct. Chgd.
MM	1.20.5135.303 - 935.00
Date Paid	Cheque No.
Oct 15/06	19925

147.90

Comments		
2% Interest (24% per annum) charged on overdue accounts	Subtotal:	2,465.00
	GST	147.90
	Total Amount	2,612.90

THE TREEMAN

4063 Hampshire Mills Line
Orillia, Ontario L3V 6H3

Phone: (705) 689-8389
Fax: (705) 327-8064

MARK POWELL

CERTIFIED ISA ARBORIST ®

W.S.I.B. No. 6267424

Insurance -Dominion of Canada
Agent: Ron Johnston Ins. Ltd.
$5,000,000 Public Damage, Public Liability

GST # R115083180

#LP620

INVOICE

Lakeland Power

196 Taylor Rd.
Bracebridge, Ontario
P1L 1J9

Invoice No.: 2276
Date: 22-Sep-2006
Page: 1

Job Description	Amount
WO# LP03378	
Re: Dr. Mary Decaire - 1008 South Monck Dr., Bracebridge, Ont.	
Remove dead Pine tree and dead Elm tree. 2.5 hours @ $ 170.00 / hour 5135	425.00
WO# LP04147	
Baptist Womens Missionary - 1320 Stephens Bay Rd. Bracebridge	
Remove damaged tree marked with yellow. 2.5 hours @ $170.00 / hour 5132	425.00
W0# LP04119	
Mr. Donald McFarlane, 1366 Stephens Bay Rd. Bracebridge	
Remove 2 trees marked with yellow tape. 2hrs @ $ 170.00 / hour. 5132	340.00
WO# LP04136 Regina Williams - 1408 Stephens Bay Rd. Bracebridge	
Remove marked tree. 1.5hours @ $ 170.00 / hour 5135	255.00
WO# LP03375	
Mrs. Lynda Winterbotton - 6 Sellens Ave. Bracebridge / tree at Manitoba St. 5135	
Remove 4 marked trees 1 hour @ 170.00 / hr.	170.00

TREE 1.20.5132.305 - 765.00

Oct 22/06
PJ-1700
CD-2670

Approved: mm
LP's as noted

Date Paid: Oct 19/06
Cheque No: 19968

1.20.5135.305 - 850.00
96.90

Comments
2% Interest (24% per annum) charged on overdue accounts

Continued...

THE TREEMAN

4063 Hampshire Mills Line
Orillia, Ontario L3V 6H3

Phone: (705) 689-8389
Fax: (705) 327-8064

MARK POWELL

CERTIFIED ISA ARBORIST ®

W.S.I.B. No. 6267424

Insurance -Dominion of Canada
Agent: Ron Johnston Ins. Ltd.
$5,000,000 Public Damage, Public Liability

GST # R115083180

INVOICE

Lakeland Power

196 Taylor Rd.
Bracebridge, Ontario
P1L 1J9

RECEIVED NOV 16 2006

Invoice No.:	2394
Date:	30-Oct-2006
Page:	1

Job Description LP 620.	Amount
Supply aerial lift truck and two men for 9.5 hours @ $ 170.00 / hour #LP03317 # 181 Manitoba Street -remove large Manitoba Maple in parking lot #LP01445 - 1039 Boyds Bay Road-Remove 3 dead Elm and prune large deadwood in Willow at # 1040 #LP6703 - # 1030 St. Elmo - Remove 2 leaning trees over single phase. Santa's Village Road & George St. - Remove poplar leaning over road and 3 phase	1,615.00

Nov 29/06
PJ-1727
CA-2086

TREE 1.20.5135.303 - 850.00

APPROVED BY	ACCT. CHG'D.
mom	1.20.5132.303 - 765.00
	96.90
DATE PAID	CHEQUE No.
Nov 23/06	20141

Comments		
2% Interest (24% per annum) charged on overdue accounts	Subtotal:	1,615.00
	GST	96.90
	Total Amount	1,711.90

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	100 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	100	$ 0.0131	$ 1.31	100	$ 0.0132	$ 1.32	$ 0.0100	0.76%	4.85%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100	$ 0.0079	$ 0.79	100	$ 0.0079	$ 0.79	$ -	0.00%	2.90%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 16.89**			**$ 18.67**	**$ 1.78**	**10.57%**	**68.62%**
Other Charges (kWh)	104	$ 0.0239	$ 2.49	104	$ 0.0239	$ 2.49	$ -	0.00%	9.16%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	104	$ 0.0580	$ 6.05	104	$ 0.0580	$ 6.05	$ -	0.00%	22.22%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 25.43**			**$ 27.22**	**$ 1.78**	**7.02%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 1.61**			**$ 1.63**	**$ 0.02**	**1.39%**	
Total Bill after Taxes			**$ 27.04**			**$ 28.85**	**$ 1.81**	**6.68%**	

Residential

Consumption	250 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	250	$ 0.0131	$ 3.28	250	$ 0.0132	$ 3.30	$ 0.0250	0.76%	12.13%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	250	$ 0.0079	$ 1.98	250	$ 0.0079	$ 1.98	$ -	0.00%	7.26%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 20.04**			**$ 21.84**	**$ 1.80**	**8.98%**	**50.57%**
Other Charges (kWh)	261	$ 0.0239	$ 6.23	261	$ 0.0239	$ 6.23	$ -	0.00%	14.43%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	261	$ 0.0580	$ 15.12	261	$ 0.0580	$ 15.12	$ -	0.00%	35.01%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 41.39**			**$ 43.19**	**$ 1.80**	**4.35%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2.62**			**$ 2.59**	**-$ 0.03**	**-1.14%**	
Total Bill after Taxes			**$ 44.01**			**$ 45.78**	**$ 1.77**	**4.02%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL
Lakeland Power Distribution Ltd.
EB-2007-0551, EB-2005-0388
January 26, 2007
Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	500 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	500	$ 0.0131	$ 6.55	500	$ 0.0132	$ 6.60	$ 0.0500	0.76%	24.25%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	500	$ 0.0079	$ 3.95	500	$ 0.0079	$ 3.95	$ -	0.00%	14.51%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 25.29**			**$ 27.11**	**$ 1.82**	**7.22%**	**38.84%**
Other Charges (kWh)	521	$ 0.0239	$ 12.46	521	$ 0.0239	$ 12.46	$ -	0.00%	17.85%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	521	$ 0.0580	$ 30.24	521	$ 0.0580	$ 30.24	$ -	0.00%	43.31%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 67.99**			**$ 69.82**	**$ 1.82**	**2.68%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 4.31**			**$ 4.19**	**-$ 0.12**	**-2.72%**	
Total Bill after Taxes			**$ 72.30**			**$ 74.01**	**$ 1.71**	**2.36%**	

Residential

Consumption	750 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	750	$ 0.0131	$ 9.83	750	$ 0.0132	$ 9.90	$ 0.0750	0.76%	36.38%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	750	$ 0.0079	$ 5.93	750	$ 0.0079	$ 5.93	$ -	0.00%	21.77%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 30.54**			**$ 32.39**	**$ 1.85**	**6.06%**	**33.02%**
Other Charges (kWh)	782	$ 0.0239	$ 18.69	782	$ 0.0239	$ 18.69	$ -	0.00%	19.06%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	600	$ 0.0580	$ 34.80	600	$ 0.0580	$ 34.80	$ -	0.00%	35.48%
Cost of Power Commodity (kWh)	182	$ 0.0670	$ 12.20	182	$ 0.0670	$ 12.20	$ -	0.00%	12.44%
Total Bill before Taxes			**$ 96.23**			**$ 98.08**	**$ 1.85**	**1.92%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6.09**			**$ 5.88**	**-$ 0.21**	**-3.44%**	
Total Bill after Taxes			**$ 102.33**			**$ 103.97**	**$ 1.64**	**1.60%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	1,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	1,000	$ 0.0131	$ 13.10	1,000	$ 0.0132	$ 13.20	$ 0.1000	0.76%	48.50%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000	$ 0.0079	$ 7.90	1,000	$ 0.0079	$ 7.90	$ -	0.00%	29.03%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 35.79**			**$ 37.66**	**$ 1.87**	**5.24%**	**29.64%**
Other Charges (kWh)	1043	$ 0.0239	$ 24.92	1043	$ 0.0239	$ 24.92	$ -	0.00%	19.62%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	600	$ 0.0580	$ 34.80	600	$ 0.0580	$ 34.80	$ -	0.00%	27.39%
Cost of Power Commodity (kWh)	443	$ 0.0670	$ 29.67	443	$ 0.0670	$ 29.67	$ -	0.00%	23.35%
Total Bill before Taxes			**$ 125.18**			**$ 127.06**	**$ 1.87**	**1.50%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 7.93**			**$ 7.62**	**-$ 0.30**	**-3.84%**	
Total Bill after Taxes			**$ 133.11**			**$ 134.68**	**$ 1.57**	**1.18%**	

Residential

Consumption	1,500 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	1,500	$ 0.0131	$ 19.65	1,500	$ 0.0132	$ 19.80	$ 0.1500	0.76%	72.75%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500	$ 0.0079	$ 11.85	1,500	$ 0.0079	$ 11.85	$ -	0.00%	43.54%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 46.29**			**$ 48.21**	**$ 1.92**	**4.16%**	**26.06%**
Other Charges (kWh)	1564	$ 0.0239	$ 37.38	1564	$ 0.0239	$ 37.38	$ -	0.00%	20.21%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	600	$ 0.0580	$ 34.80	600	$ 0.0580	$ 34.80	$ -	0.00%	18.81%
Cost of Power Commodity (kWh)	964	$ 0.0670	$ 64.60	964	$ 0.0670	$ 64.60	$ -	0.00%	34.92%
Total Bill before Taxes			**$ 183.08**			**$ 185.00**	**$ 1.92**	**1.05%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 11.59**			**$ 11.10**	**-$ 0.49**	**-4.27%**	
Total Bill after Taxes			**$ 194.67**			**$ 196.10**	**$ 1.43**	**0.73%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL
Lakeland Power Distribution Ltd.
EB-2007-0551, EB-2005-0388
January 26, 2007
Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	600	$	0.058	600	$	0.058
greater than	> 600	$	0.067	> 600	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Residential

Consumption 2,000 kWh 0 kW *Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	2,000	$ 0.0131	$ 26.20	2,000	$ 0.0132	$ 26.40	$ 0.2000	0.76%	97.00%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	2,000	$ 0.0079	$ 15.80	2,000	$ 0.0079	$ 15.80	$ -	0.00%	58.06%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 56.79**			**$ 58.76**	**$ 1.97**	**3.48%**	**24.19%**
Other Charges (kWh)	2086	$ 0.0239	$ 49.85	2086	$ 0.0239	$ 49.85	$ -	0.00%	20.52%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	600	$ 0.0580	$ 34.80	600	$ 0.0580	$ 34.80	$ -	0.00%	14.32%
Cost of Power Commodity (kWh)	1,486	$ 0.0670	$ 99.54	1,486	$ 0.0670	$ 99.54	$ -	0.00%	40.97%
Total Bill before Taxes			**$ 240.97**			**$ 242.95**	**$ 1.97**	**0.82%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 15.26**			**$ 14.58**	**-$ 0.68**	**-4.49%**	
Total Bill after Taxes			**$ 256.23**			**$ 257.52**	**$ 1.29**	**0.50%**	

General Service Less then 50 kW

Consumption 1,000 kWh 0 kW *Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	1,000	$ 0.0096	$ 9.60	1,000	$ 0.0097	$ 9.70	$ 0.1000	1.04%	35.64%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000	$ 0.0059	$ 5.90	1,000	$ 0.0059	$ 5.90	$ -	0.00%	21.68%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 45.40**			**$ 47.41**	**$ 2.01**	**4.44%**	**35.28%**
Other Charges (kWh)	1043	$ 0.0229	$ 23.88	1043	$ 0.0229	$ 23.88	$ -	0.00%	17.77%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	32.36%
Cost of Power Commodity (kWh)	293	$ 0.0670	$ 19.62	293	$ 0.0670	$ 19.62	$ -	0.00%	14.60%
Total Bill before Taxes			**$ 132.40**			**$ 134.41**	**$ 2.01**	**1.52%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 8.39**			**$ 8.06**	**-$ 0.32**	**-3.82%**	
Total Bill after Taxes			**$ 140.78**			**$ 142.48**	**$ 1.69**	**1.20%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

General Service Less then 50 kW

Consumption	2,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	2,000	$ 0.0096	$ 19.20	2,000	$ 0.0097	$ 19.40	$ 0.2000	1.04%	71.28%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	2,000	$ 0.0059	$ 11.80	2,000	$ 0.0059	$ 11.80	$ -	0.00%	43.36%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 60.90**			**$ 63.01**	**$ 2.11**	**3.47%**	**25.85%**
Other Charges (kWh)	2086	$ 0.0229	$ 47.76	2086	$ 0.0229	$ 47.76	$ -	0.00%	19.59%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	17.85%
Cost of Power Commodity (kWh)	1,336	$ 0.0670	$ 89.49	1,336	$ 0.0670	$ 89.49	$ -	0.00%	36.71%
Total Bill before Taxes			**$ 241.65**			**$ 243.76**	**$ 2.11**	**0.88%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 15.30**			**$ 14.63**	**-$ 0.68**	**-4.43%**	
Total Bill after Taxes			**$ 256.95**			**$ 258.39**	**$ 1.44**	**0.56%**	

General Service Less then 50 kW

Consumption	5,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	5,000	$ 0.0096	$ 48.00	5,000	$ 0.0097	$ 48.50	$ 0.5000	1.04%	178.21%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	5,000	$ 0.0059	$ 29.50	5,000	$ 0.0059	$ 29.50	$ -	0.00%	108.39%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 107.40**			**$ 109.81**	**$ 2.41**	**2.25%**	**19.20%**
Other Charges (kWh)	5214	$ 0.0229	$ 119.40	5214	$ 0.0229	$ 119.40	$ -	0.00%	20.88%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	7.61%
Cost of Power Commodity (kWh)	4,464	$ 0.0670	$ 299.09	4,464	$ 0.0670	$ 299.09	$ -	0.00%	52.31%
Total Bill before Taxes			**$ 569.39**			**$ 571.80**	**$ 2.41**	**0.42%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 36.06**			**$ 34.31**	**-$ 1.75**	**-4.86%**	
Total Bill after Taxes			**$ 605.45**			**$ 606.11**	**$ 0.66**	**0.11%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL
Lakeland Power Distribution Ltd.
EB-2007-0551, EB-2005-0388
January 26, 2007
Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

General Service Less then 50 kW

Consumption	10,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	10,000	$ 0.0096	$ 96.00	10,000	$ 0.0097	$ 97.00	$ 1.0000	1.04%	356.42%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	10,000	$ 0.0059	$ 59.00	10,000	$ 0.0059	$ 59.00	$ -	0.00%	216.79%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 184.90**			**$ 187.81**	**$ 2.91**	**1.58%**	**16.79%**
Other Charges (kWh)	10428	$ 0.0229	$ 238.80	10428	$ 0.0229	$ 238.80	$ -	0.00%	21.35%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	3.89%
Cost of Power Commodity (kWh)	9,678	$ 0.0670	$ 648.43	9,678	$ 0.0670	$ 648.43	$ -	0.00%	57.97%
Total Bill before Taxes			**$ 1,115.63**			**$ 1,118.54**	**$ 2.91**	**0.26%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 70.66**			**$ 67.11**	**-$ 3.54**	**-5.02%**	
Total Bill after Taxes			**$ 1,186.28**			**$ 1,185.65**	**-$ 0.63**	**-0.05%**	

General Service Less then 50 kW

Consumption	15,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	15,000	$ 0.0096	$ 144.00	15,000	$ 0.0097	$ 145.50	$ 1.5000	1.04%	534.62%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ 0.0059	$ 88.50	15,000	$ 0.0059	$ 88.50	$ -	0.00%	325.18%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 262.40**			**$ 265.81**	**$ 3.41**	**1.30%**	**15.96%**
Other Charges (kWh)	15642	$ 0.0229	$ 358.20	15642	$ 0.0229	$ 358.20	$ -	0.00%	21.51%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	2.61%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	59.92%
Total Bill before Taxes			**$ 1,661.87**			**$ 1,665.28**	**$ 3.41**	**0.21%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 105.25**			**$ 99.92**	**-$ 5.33**	**-5.07%**	
Total Bill after Taxes			**$ 1,767.12**			**$ 1,765.20**	**-$ 1.92**	**-0.11%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

General Service 50 to 4,999 kW

Consumption	15,000 kWh 60 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	$ 2.6376	$ 158.26	60	$ 2.6619	$ 159.71	$ 1.46	0.92%	586.85%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 1.9115	$ 114.69	60	$ 1.9115	$ 114.69	$ -	0.00%	421.42%
Sub-Total			**$ 769.99**			**$ 777.66**	**$ 7.67**	**1.00%**	**34.26%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	9.10%
Other Charges (kW)	63	$ 3.9100	$ 244.64	63	$ 3.9100	$ 244.64	$ -	0.00%	10.78%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.92%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	43.95%
Total Bill before Taxes			**$ 2,262.37**			**$ 2,270.04**	**$ 7.67**	**0.34%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 143.28**			**$ 136.20**	**-$ 7.08**	**-4.94%**	
Total Bill after Taxes			**$ 2,405.65**			**$ 2,406.24**	**$ 0.59**	**0.02%**	

General Service 50 to 4,999 kW

Consumption	40,000 kWh 100 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	$ 2.6376	$ 263.76	100	$ 2.6619	$ 266.19	$ 2.43	0.92%	978.09%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 1.9115	$ 191.15	100	$ 1.9115	$ 191.15	$ -	0.00%	702.36%
Sub-Total			**$ 951.95**			**$ 960.59**	**$ 8.64**	**0.91%**	**20.41%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	11.70%
Other Charges (kW)	104	$ 3.9100	$ 407.73	104	$ 3.9100	$ 407.73	$ -	0.00%	8.66%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.92%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	58.31%
Total Bill before Taxes			**$ 4,698.24**			**$ 4,706.88**	**$ 8.64**	**0.18%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 297.56**			**$ 282.41**	**-$ 15.14**	**-5.09%**	
Total Bill after Taxes			**$ 4,995.79**			**$ 4,989.29**	**-$ 6.50**	**-0.13%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

General Service 50 to 4,999 kW

Consumption	100,000 kWh 500 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	$ 2.6376	$ 1,318.80	500	$ 2.6619	$ 1,330.95	$ 12.15	0.92%	4890.43%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 1.9115	$ 955.75	500	$ 1.9115	$ 955.75	$ -	0.00%	3511.80%
Sub-Total			**$ 2,771.59**			**$ 2,789.95**	**$ 18.36**	**0.66%**	**21.16%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	10.44%
Other Charges (kW)	521	$ 3.9100	$ 2,038.67	521	$ 3.9100	$ 2,038.67	$ -	0.00%	15.46%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.33%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	52.61%
Total Bill before Taxes			**$ 13,166.77**			**$ 13,185.13**	**$ 18.36**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 833.90**			**$ 791.11**	**-$ 42.79**	**-5.13%**	
Total Bill after Taxes			**$ 14,000.67**			**$ 13,976.24**	**-$ 24.42**	**-0.17%**	

General Service 50 to 4,999 kW

Consumption	400,000 kWh 1000 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	$ 2.6376	$ 2,637.60	1,000	$ 2.6619	$ 2,661.90	$ 24.30	0.92%	9780.87%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 1.9115	$ 1,911.50	1,000	$ 1.9115	$ 1,911.50	$ -	0.00%	7023.60%
Sub-Total			**$ 5,046.14**			**$ 5,076.65**	**$ 30.51**	**0.60%**	**11.92%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	12.92%
Other Charges (kW)	1,043	$ 3.9100	$ 4,077.35	1,043	$ 3.9100	$ 4,077.35	$ -	0.00%	9.57%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.10%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	65.48%
Total Bill before Taxes			**$ 42,569.76**			**$ 42,600.28**	**$ 30.51**	**0.07%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,696.08**			**$ 2,556.02**	**-$ 140.07**	**-5.20%**	
Total Bill after Taxes			**$ 45,265.85**			**$ 45,156.29**	**-$ 109.55**	**-0.24%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

General Service 50 to 4,999 kW

Consumption	1,000,000 kWh 3000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	$ **2.6376**	$ 7,912.80	3,000	$ 2.6619	$ 7,985.70	$ 72.90	0.92%	29342.60%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 1.9115	$ 5,734.50	3,000	$ 1.9115	$ 5,734.50	$ -	0.00%	21070.81%
Sub-Total			**$ 14,144.34**			**$ 14,223.45**	**$ 79.11**	**0.56%**	**12.92%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.50%
Other Charges (kW)	3,128	$ 3.9100	$ 12,232.04	3,128	$ 3.9100	$ 12,232.04	$ -	0.00%	11.11%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	63.42%
Total Bill before Taxes			**$ 110,002.19**			**$ 110,081.31**	**$ 79.11**	**0.07%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,966.81**			**$ 6,604.88**	**-$ 361.93**	**-5.20%**	
Total Bill after Taxes			**$ 116,969.00**			**$ 116,686.19**	**-$ 282.81**	**-0.24%**	

General Service 50 to 4,999 kW

Consumption	1,500,000 kWh 4000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	$ **2.6376**	$ 10,550.40	4,000	$ 2.6619	$ 10,647.60	$ 97.20	0.92%	39123.47%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 1.9115	$ 7,646.00	4,000	$ 1.9115	$ 7,646.00	$ -	0.00%	28094.41%
Sub-Total			**$ 18,693.44**			**$ 18,796.85**	**$ 103.41**	**0.55%**	**11.71%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	12.86%
Other Charges (kW)	4,171	$ 3.9100	$ 16,309.39	4,171	$ 3.9100	$ 16,309.39	$ -	0.00%	10.16%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	65.25%
Total Bill before Taxes			**$ 160,444.92**			**$ 160,548.34**	**$ 103.41**	**0.06%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 10,161.51**			**$ 9,632.90**	**-$ 528.61**	**-5.20%**	
Total Bill after Taxes			**$ 170,606.43**			**$ 170,181.24**	**-$ 425.20**	**-0.25%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Unmetered Scattered Load

Consumption	15,000 kWh 60 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 0.0096**	$ 0.58	60	$ 0.0097	$ 0.58	$ 0.01	1.04%	2.14%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 0.0130	$ 0.78	60	$ 0.0130	$ 0.78	$ -	0.00%	2.87%
Sub-Total			**$ 16.18**			**$ 17.97**	**$ 1.79**	**11.07%**	**1.42%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	16.31%
Other Charges (kW)	63	$ 0.0097	$ 0.61	63	$ 0.0097	$ 0.61	$ -	0.00%	0.05%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	3.44%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	78.79%
Total Bill before Taxes			**$ 1,264.52**			**$ 1,266.31**	**$ 1.79**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 80.09**			**$ 75.98**	**-$ 4.11**	**-5.13%**	
Total Bill after Taxes			**$ 1,344.61**			**$ 1,342.29**	**-$ 2.32**	**-0.17%**	

Unmetered Scattered Load

Consumption	40,000 kWh 100 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 0.0096**	$ 0.96	100	$ 0.0097	$ 0.97	$ 0.01	1.04%	3.56%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 0.0130	$ 1.30	100	$ 0.0130	$ 1.30	$ -	0.00%	4.78%
Sub-Total			**$ 17.08**			**$ 18.87**	**$ 1.79**	**10.51%**	**0.56%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	16.39%
Other Charges (kW)	104	$ 0.0097	$ 1.01	104	$ 0.0097	$ 1.01	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.30%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	81.72%
Total Bill before Taxes			**$ 3,356.64**			**$ 3,358.44**	**$ 1.79**	**0.05%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 212.59**			**$ 201.51**	**-$ 11.08**	**-5.21%**	
Total Bill after Taxes			**$ 3,569.23**			**$ 3,559.95**	**-$ 9.29**	**-0.26%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL
Lakeland Power Distribution Ltd.
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Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	600	$	0.058	600	$	0.058
greater than	> 600	$	0.067	> 600	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Unmetered Scattered Load

Consumption	100,000 kWh 500 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	$ 0.0096	$ 4.80	500	$ 0.0097	$ 4.85	$ 0.05	1.04%	17.82%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 0.0130	$ 6.50	500	$ 0.0130	$ 6.50	$ -	0.00%	23.88%
Sub-Total			**$ 26.12**			**$ 27.95**	**$ 1.83**	**7.02%**	**0.33%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	16.41%
Other Charges (kW)	521	$ 0.0097	$ 5.06	521	$ 0.0097	$ 5.06	$ -	0.00%	0.06%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.52%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	82.68%
Total Bill before Taxes			**$ 8,387.68**			**$ 8,389.52**	**$ 1.83**	**0.02%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 531.22**			**$ 503.37**	**-$ 27.85**	**-5.24%**	
Total Bill after Taxes			**$ 8,918.90**			**$ 8,892.89**	**-$ 26.01**	**-0.29%**	

Unmetered Scattered Load

Consumption	400,000 kWh 1000 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	$ 0.0096	$ 9.60	1,000	$ 0.0097	$ 9.70	$ 0.10	1.04%	35.64%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 0.0130	$ 13.00	1,000	$ 0.0130	$ 13.00	$ -	0.00%	47.77%
Sub-Total			**$ 37.42**			**$ 39.30**	**$ 1.88**	**5.04%**	**0.12%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	16.44%
Other Charges (kW)	1,043	$ 0.0097	$ 10.12	1,043	$ 0.0097	$ 10.12	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.13%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	83.28%
Total Bill before Taxes			**$ 33,493.81**			**$ 33,495.69**	**$ 1.88**	**0.01%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,121.27**			**$ 2,009.74**	**-$ 111.53**	**-5.26%**	
Total Bill after Taxes			**$ 35,615.08**			**$ 35,505.44**	**-$ 109.65**	**-0.31%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

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Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	600	$	0.058	600	$	0.058
greater than	> 600	$	0.067	> 600	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Unmetered Scattered Load

Consumption	1,000,000 kWh 3000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 0.0096**	$ 28.80	3,000	$ 0.0097	$ 29.10	$ 0.30	1.04%	106.92%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 0.0130	$ 39.00	3,000	$ 0.0130	$ 39.00	$ -	0.00%	143.30%
Sub-Total			**$ 82.62**			**$ 84.70**	**$ 2.08**	**2.52%**	**0.10%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	16.44%
Other Charges (kW)	3,128	$ 0.0097	$ 30.35	3,128	$ 0.0097	$ 30.35	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.05%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	83.37%
Total Bill before Taxes			**$ 83,738.78**			**$ 83,740.86**	**$ 2.08**	**0.00%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 5,303.46**			**$ 5,024.45**	**-$ 279.00**	**-5.26%**	
Total Bill after Taxes			**$ 89,042.23**			**$ 88,765.31**	**-$ 276.92**	**-0.31%**	

Unmetered Scattered Load

Consumption	1,500,000 kWh 4000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 0.0096**	$ 38.40	4,000	$ 0.0097	$ 38.80	$ 0.40	1.04%	142.57%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 0.0130	$ 52.00	4,000	$ 0.0130	$ 52.00	$ -	0.00%	191.07%
Sub-Total			**$ 105.22**			**$ 107.40**	**$ 2.18**	**2.08%**	**0.09%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	16.44%
Other Charges (kW)	4,171	$ 0.0097	$ 40.46	4,171	$ 0.0097	$ 40.46	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	83.41%
Total Bill before Taxes			**$ 125,587.77**			**$ 125,589.96**	**$ 2.18**	**0.00%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 7,953.89**			**$ 7,535.40**	**-$ 418.49**	**-5.26%**	
Total Bill after Taxes			**$ 133,541.66**			**$ 133,125.35**	**-$ 416.31**	**-0.31%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

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Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Sentinel Lighting

Consumption	15,000 kWh 60 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 5.1100**	$ 306.60	60	$ 5.1570	$ 309.42	$ 2.82	0.92%	1136.93%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 0.9154	$ 54.92	60	$ 0.9154	$ 54.92	$ -	0.00%	201.81%
Sub-Total			**$ 362.77**			**$ 367.25**	**$ 4.47**	**1.23%**	**20.55%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	11.55%
Other Charges (kW)	63	$ 2.7494	$ 172.02	63	$ 2.7494	$ 172.02	$ -	0.00%	9.63%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	2.43%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	55.83%
Total Bill before Taxes			**$ 1,782.54**			**$ 1,787.01**	**$ 4.47**	**0.25%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 112.89**			**$ 107.22**	**-$ 5.67**	**-5.03%**	
Total Bill after Taxes			**$ 1,895.43**			**$ 1,894.23**	**-$ 1.20**	**-0.06%**	

Sentinel Lighting

Consumption	40,000 kWh 100 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 5.1100**	$ 511.00	100	$ 5.1570	$ 515.70	$ 4.70	0.92%	1894.88%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 0.9154	$ 91.54	100	$ 0.9154	$ 91.54	$ -	0.00%	336.35%
Sub-Total			**$ 603.79**			**$ 610.14**	**$ 6.35**	**1.05%**	**14.41%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	13.00%
Other Charges (kW)	104	$ 2.7494	$ 286.71	104	$ 2.7494	$ 286.71	$ -	0.00%	6.77%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.03%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	64.80%
Total Bill before Taxes			**$ 4,229.05**			**$ 4,235.40**	**$ 6.35**	**0.15%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 267.84**			**$ 254.12**	**-$ 13.72**	**-5.12%**	
Total Bill after Taxes			**$ 4,496.89**			**$ 4,489.53**	**-$ 7.36**	**-0.16%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Sentinel Lighting

Consumption	100,000 kWh 500 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	$ **5.1100**	$ 2,555.00	500	$ 5.1570	$ 2,578.50	$ 23.50	0.92%	9474.42%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 0.9154	$ 457.70	500	$ 0.9154	$ 457.70	$ -	0.00%	1681.77%
Sub-Total			**$ 3,013.95**			**$ 3,039.10**	**$ 25.15**	**0.83%**	**23.69%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	10.73%
Other Charges (kW)	521	$ 2.7494	$ 1,433.54	521	$ 2.7494	$ 1,433.54	$ -	0.00%	11.17%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.34%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	54.07%
Total Bill before Taxes			**$ 12,803.99**			**$ 12,829.15**	**$ 25.15**	**0.20%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 810.92**			**$ 769.75**	**-$ 41.17**	**-5.08%**	
Total Bill after Taxes			**$ 13,614.91**			**$ 13,598.90**	**-$ 16.02**	**-0.12%**	

Sentinel Lighting

Consumption	400,000 kWh 1000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	$ **5.1100**	$ 5,110.00	1,000	$ 5.1570	$ 5,157.00	$ 47.00	0.92%	18948.84%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 0.9154	$ 915.40	1,000	$ 0.9154	$ 915.40	$ -	0.00%	3363.54%
Sub-Total			**$ 6,026.65**			**$ 6,075.30**	**$ 48.65**	**0.81%**	**14.33%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	12.99%
Other Charges (kW)	1,043	$ 2.7494	$ 2,867.07	1,043	$ 2.7494	$ 2,867.07	$ -	0.00%	6.76%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.10%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	65.81%
Total Bill before Taxes			**$ 42,340.00**			**$ 42,388.65**	**$ 48.65**	**0.11%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,681.53**			**$ 2,543.32**	**-$ 138.21**	**-5.15%**	
Total Bill after Taxes			**$ 45,021.53**			**$ 44,931.97**	**-$ 89.56**	**-0.20%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

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Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Sentinel Lighting

Consumption	1,000,000 kWh 3000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 5.1100**	$ 15,330.00	3,000	$ 5.1570	$ 15,471.00	$ 141.00	0.92%	56846.53%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 0.9154	$ 2,746.20	3,000	$ 0.9154	$ 2,746.20	$ -	0.00%	10090.62%
Sub-Total			**$ 18,077.45**			**$ 18,220.10**	**$ 142.65**	**0.79%**	**16.50%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.46%
Other Charges (kW)	3,128	$ 2.7494	$ 8,601.22	3,128	$ 2.7494	$ 8,601.22	$ -	0.00%	7.79%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	63.21%
Total Bill before Taxes			**$ 110,304.48**			**$ 110,447.14**	**$ 142.65**	**0.13%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,985.95**			**$ 6,626.83**	**-$ 359.12**	**-5.14%**	
Total Bill after Taxes			**$ 117,290.43**			**$ 117,073.97**	**-$ 216.47**	**-0.18%**	

Sentinel Lighting

Consumption	1,500,000 kWh 4000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 5.1100**	$ 20,440.00	4,000	$ 5.1570	$ 20,628.00	$ 188.00	0.92%	75795.38%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 0.9154	$ 3,661.60	4,000	$ 0.9154	$ 3,661.60	$ -	0.00%	13454.16%
Sub-Total			**$ 24,102.85**			**$ 24,292.50**	**$ 189.65**	**0.79%**	**15.07%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	12.81%
Other Charges (kW)	4,171	$ 2.7494	$ 11,468.30	4,171	$ 2.7494	$ 11,468.30	$ -	0.00%	7.11%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	64.98%
Total Bill before Taxes			**$ 161,013.24**			**$ 161,202.89**	**$ 189.65**	**0.12%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 10,197.51**			**$ 9,672.17**	**-$ 525.33**	**-5.15%**	
Total Bill after Taxes			**$ 171,210.74**			**$ 170,875.07**	**-$ 335.68**	**-0.20%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	600	$	0.058	600	$	0.058
greater than	> 600	$	0.067	> 600	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Street Lighting

Consumption 100,000 kWh 500 kW *Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	$ **3.4758**	$ 1,737.90	500	$ 3.5078	$ 1,753.90	$ 16.00	0.92%	6444.52%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 1.1016	$ 550.80	500	$ 1.1016	$ 550.80	$ -	0.00%	2023.86%
Sub-Total			**$ 2,289.53**			**$ 2,307.18**	**$ 17.65**	**0.77%**	**18.88%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	11.27%
Other Charges (kW)	521	$ 2.9826	$ 1,555.13	521	$ 2.9826	$ 1,555.13	$ -	0.00%	12.73%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.36%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	56.77%
Total Bill before Taxes			**$ 12,201.16**			**$ 12,218.82**	**$ 17.65**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 772.74**			**$ 733.13**	**-$ 39.61**	**-5.13%**	
Total Bill after Taxes			**$ 12,973.90**			**$ 12,951.95**	**-$ 21.96**	**-0.17%**	

Street Lighting

Consumption 400,000 kWh 1000 kW *Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	$ **3.4758**	$ 3,475.80	1,000	$ 3.5078	$ 3,507.80	$ 32.00	0.92%	12889.04%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 1.1016	$ 1,101.60	1,000	$ 1.1016	$ 1,101.60	$ -	0.00%	4047.71%
Sub-Total			**$ 4,578.23**			**$ 4,611.88**	**$ 33.65**	**0.74%**	**11.20%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	13.37%
Other Charges (kW)	1,043	$ 2.9826	$ 3,110.26	1,043	$ 2.9826	$ 3,110.26	$ -	0.00%	7.55%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.11%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	67.76%
Total Bill before Taxes			**$ 41,134.76**			**$ 41,168.41**	**$ 33.65**	**0.08%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,605.20**			**$ 2,470.10**	**-$ 135.10**	**-5.19%**	
Total Bill after Taxes			**$ 43,739.96**			**$ 43,638.52**	**-$ 101.44**	**-0.23%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to Oct 31

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	600	$ 0.058	600	$ 0.058
greater than	> 600	$ 0.067	> 600	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Street Lighting

Consumption 1,000,000 kWh 3000 kW *Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	$ **3.4758**	$ 10,427.40	3,000	$ 3.5078	$ 10,523.40	$ 96.00	0.92%	38667.11%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 1.1016	$ 3,304.80	3,000	$ 1.1016	$ 3,304.80	$ -	0.00%	12143.13%
Sub-Total			**$ 13,733.03**			**$ 13,830.68**	**$ 97.65**	**0.71%**	**12.95%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.89%
Other Charges (kW)	3,128	$ 2.9826	$ 9,330.77	3,128	$ 2.9826	$ 9,330.77	$ -	0.00%	8.74%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	65.38%
Total Bill before Taxes			**$ 106,689.61**			**$ 106,787.26**	**$ 97.65**	**0.09%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,757.01**			**$ 6,407.24**	**-$ 349.77**	**-5.18%**	
Total Bill after Taxes			**$ 113,446.61**			**$ 113,194.50**	**-$ 252.12**	**-0.22%**	

Street Lighting

Consumption 1,500,000 kWh 4000 kW *Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	$ **3.4758**	$ 13,903.20	4,000	$ 3.5078	$ 14,031.20	$ 128.00	0.92%	51556.14%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 1.1016	$ 4,406.40	4,000	$ 1.1016	$ 4,406.40	$ -	0.00%	16190.84%
Sub-Total			**$ 18,310.43**			**$ 18,440.08**	**$ 129.65**	**0.71%**	**11.80%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	13.21%
Other Charges (kW)	4,171	$ 2.9826	$ 12,441.02	4,171	$ 2.9826	$ 12,441.02	$ -	0.00%	7.96%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	67.01%
Total Bill before Taxes			**$ 156,193.54**			**$ 156,323.20**	**$ 129.65**	**0.08%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 9,892.26**			**$ 9,379.39**	**-$ 512.87**	**-5.18%**	
Total Bill after Taxes			**$ 166,085.80**			**$ 165,702.59**	**-$ 383.21**	**-0.23%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	100 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	100	$ 0.0131	$ 1.31	100	$ 0.0132	$ 1.32	$ 0.0100	0.76%	4.85%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100	$ 0.0079	$ 0.79	100	$ 0.0079	$ 0.79	$ -	0.00%	2.90%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 16.89**			**$ 18.67**	**$ 1.78**	**10.57%**	**68.62%**
Other Charges (kWh)	104	$ 0.0239	$ 2.49	104	$ 0.0239	$ 2.49	$ -	0.00%	9.16%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	104	$ 0.0580	$ 6.05	104	$ 0.0580	$ 6.05	$ -	0.00%	22.22%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 25.43**			**$ 27.22**	**$ 1.78**	**7.02%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 1.61**			**$ 1.63**	**$ 0.02**	**1.39%**	
Total Bill after Taxes			**$ 27.04**			**$ 28.85**	**$ 1.81**	**6.68%**	

Residential

Consumption	250 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	250	$ 0.0131	$ 3.28	250	$ 0.0132	$ 3.30	$ 0.0250	0.76%	12.13%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	250	$ 0.0079	$ 1.98	250	$ 0.0079	$ 1.98	$ -	0.00%	7.26%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 20.04**			**$ 21.84**	**$ 1.80**	**8.98%**	**50.57%**
Other Charges (kWh)	261	$ 0.0239	$ 6.23	261	$ 0.0239	$ 6.23	$ -	0.00%	14.43%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	261	$ 0.0580	$ 15.12	261	$ 0.0580	$ 15.12	$ -	0.00%	35.01%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 41.39**			**$ 43.19**	**$ 1.80**	**4.35%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2.62**			**$ 2.59**	**-$ 0.03**	**-1.14%**	
Total Bill after Taxes			**$ 44.01**			**$ 45.78**	**$ 1.77**	**4.02%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL
Lakeland Power Distribution Ltd.
EB-2007-0551, EB-2005-0388
January 26, 2007
Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	1000	$	0.058	1000	$	0.058
greater than	> 1000	$	0.067	> 1000	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Residential

Consumption	500 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	500	$ 0.0131	$ 6.55	500	$ 0.0132	$ 6.60	$ 0.0500	0.76%	24.25%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	500	$ 0.0079	$ 3.95	500	$ 0.0079	$ 3.95	$ -	0.00%	14.51%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 25.29**			**$ 27.11**	**$ 1.82**	**7.22%**	**38.84%**
Other Charges (kWh)	521	$ 0.0239	$ 12.46	521	$ 0.0239	$ 12.46	$ -	0.00%	17.85%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	521	$ 0.0580	$ 30.24	521	$ 0.0580	$ 30.24	$ -	0.00%	43.31%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 67.99**			**$ 69.82**	**$ 1.82**	**2.68%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 4.31**			**$ 4.19**	**-$ 0.12**	**-2.72%**	
Total Bill after Taxes			**$ 72.30**			**$ 74.01**	**$ 1.71**	**2.36%**	

Residential

Consumption	750 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	750	$ 0.0131	$ 9.83	750	$ 0.0132	$ 9.90	$ 0.0750	0.76%	36.38%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	750	$ 0.0079	$ 5.93	750	$ 0.0079	$ 5.93	$ -	0.00%	21.77%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 30.54**			**$ 32.39**	**$ 1.85**	**6.06%**	**33.58%**
Other Charges (kWh)	782	$ 0.0239	$ 18.69	782	$ 0.0239	$ 18.69	$ -	0.00%	19.38%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	782	$ 0.0580	$ 45.36	782	$ 0.0580	$ 45.36	$ -	0.00%	47.03%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 94.59**			**$ 96.44**	**$ 1.85**	**1.96%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 5.99**			**$ 5.79**	**-$ 0.20**	**-3.41%**	
Total Bill after Taxes			**$ 100.58**			**$ 102.23**	**$ 1.65**	**1.64%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	1,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	1,000	$ 0.0131	$ 13.10	1,000	$ 0.0132	$ 13.20	$ 0.1000	0.76%	48.50%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000	$ 0.0079	$ 7.90	1,000	$ 0.0079	$ 7.90	$ -	0.00%	29.03%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 35.79**			**$ 37.66**	**$ 1.87**	**5.24%**	**30.51%**
Other Charges (kWh)	1043	$ 0.0239	$ 24.92	1043	$ 0.0239	$ 24.92	$ -	0.00%	20.19%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	1,000	$ 0.0580	$ 58.00	1,000	$ 0.0580	$ 58.00	$ -	0.00%	46.98%
Cost of Power Commodity (kWh)	43	$ 0.0670	$ 2.87	43	$ 0.0670	$ 2.87	$ -	0.00%	2.32%
Total Bill before Taxes			**$ 121.58**			**$ 123.46**	**$ 1.87**	**1.54%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 7.70**			**$ 7.41**	**-$ 0.29**	**-3.80%**	
Total Bill after Taxes			**$ 129.28**			**$ 130.86**	**$ 1.58**	**1.22%**	

Residential

Consumption	1,500 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	1,500	$ 0.0131	$ 19.65	1,500	$ 0.0132	$ 19.80	$ 0.1500	0.76%	72.75%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500	$ 0.0079	$ 11.85	1,500	$ 0.0079	$ 11.85	$ -	0.00%	43.54%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 46.29**			**$ 48.21**	**$ 1.92**	**4.16%**	**26.58%**
Other Charges (kWh)	1564	$ 0.0239	$ 37.38	1564	$ 0.0239	$ 37.38	$ -	0.00%	20.61%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	1,000	$ 0.0580	$ 58.00	1,000	$ 0.0580	$ 58.00	$ -	0.00%	31.97%
Cost of Power Commodity (kWh)	564	$ 0.0670	$ 37.80	564	$ 0.0670	$ 37.80	$ -	0.00%	20.84%
Total Bill before Taxes			**$ 179.48**			**$ 181.40**	**$ 1.92**	**1.07%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 11.37**			**$ 10.88**	**-$ 0.48**	**-4.25%**	
Total Bill after Taxes			**$ 190.84**			**$ 192.28**	**$ 1.44**	**0.76%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	2,000 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	2,000	$ 0.0131	$ 26.20	2,000	$ 0.0132	$ 26.40	$ 0.2000	0.76%	97.00%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	2,000	$ 0.0079	$ 15.80	2,000	$ 0.0079	$ 15.80	$ -	0.00%	58.06%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 56.79**			**$ 58.76**	**$ 1.97**	**3.48%**	**24.55%**
Other Charges (kWh)	2086	$ 0.0239	$ 49.85	2086	$ 0.0239	$ 49.85	$ -	0.00%	20.83%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	1,000	$ 0.0580	$ 58.00	1,000	$ 0.0580	$ 58.00	$ -	0.00%	24.23%
Cost of Power Commodity (kWh)	1,086	$ 0.0670	$ 72.74	1,086	$ 0.0670	$ 72.74	$ -	0.00%	30.39%
Total Bill before Taxes			**$ 237.37**			**$ 239.35**	**$ 1.97**	**0.83%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 15.03**			**$ 14.36**	**-$ 0.67**	**-4.47%**	
Total Bill after Taxes			**$ 252.40**			**$ 253.71**	**$ 1.30**	**0.52%**	

General Service Less then 50 kW

Consumption	1,000 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	1,000	$ 0.0096	$ 9.60	1,000	$ 0.0097	$ 9.70	$ 0.1000	1.04%	35.64%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000	$ 0.0059	$ 5.90	1,000	$ 0.0059	$ 5.90	$ -	0.00%	21.68%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 45.40**			**$ 47.41**	**$ 2.01**	**4.44%**	**35.28%**
Other Charges (kWh)	1043	$ 0.0229	$ 23.88	1043	$ 0.0229	$ 23.88	$ -	0.00%	17.77%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	32.36%
Cost of Power Commodity (kWh)	293	$ 0.0670	$ 19.62	293	$ 0.0670	$ 19.62	$ -	0.00%	14.60%
Total Bill before Taxes			**$ 132.40**			**$ 134.41**	**$ 2.01**	**1.52%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 8.39**			**$ 8.06**	**-$ 0.32**	**-3.82%**	
Total Bill after Taxes			**$ 140.78**			**$ 142.48**	**$ 1.69**	**1.20%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	1000	$	0.058	1000	$	0.058
greater than	> 1000	$	0.067	> 1000	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

General Service Less then 50 kW

Consumption	2,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	2,000	$ 0.0096	$ 19.20	2,000	$ 0.0097	$ 19.40	$ 0.2000	1.04%	71.28%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	2,000	$ 0.0059	$ 11.80	2,000	$ 0.0059	$ 11.80	$ -	0.00%	43.36%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 60.90**			**$ 63.01**	**$ 2.11**	**3.47%**	**25.85%**
Other Charges (kWh)	2086	$ 0.0229	$ 47.76	2086	$ 0.0229	$ 47.76	$ -	0.00%	19.59%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	17.85%
Cost of Power Commodity (kWh)	1,336	$ 0.0670	$ 89.49	1,336	$ 0.0670	$ 89.49	$ -	0.00%	36.71%
Total Bill before Taxes			**$ 241.65**			**$ 243.76**	**$ 2.11**	**0.88%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 15.30**			**$ 14.63**	**-$ 0.68**	**-4.43%**	
Total Bill after Taxes			**$ 256.95**			**$ 258.39**	**$ 1.44**	**0.56%**	

General Service Less then 50 kW

Consumption	5,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	5,000	$ 0.0096	$ 48.00	5,000	$ 0.0097	$ 48.50	$ 0.5000	1.04%	178.21%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	5,000	$ 0.0059	$ 29.50	5,000	$ 0.0059	$ 29.50	$ -	0.00%	108.39%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 107.40**			**$ 109.81**	**$ 2.41**	**2.25%**	**19.20%**
Other Charges (kWh)	5214	$ 0.0229	$ 119.40	5214	$ 0.0229	$ 119.40	$ -	0.00%	20.88%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	7.61%
Cost of Power Commodity (kWh)	4,464	$ 0.0670	$ 299.09	4,464	$ 0.0670	$ 299.09	$ -	0.00%	52.31%
Total Bill before Taxes			**$ 569.39**			**$ 571.80**	**$ 2.41**	**0.42%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 36.06**			**$ 34.31**	**-$ 1.75**	**-4.86%**	
Total Bill after Taxes			**$ 605.45**			**$ 606.11**	**$ 0.66**	**0.11%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL
Lakeland Power Distribution Ltd.
EB-2007-0551, EB-2005-0388
January 26, 2007
Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	1000	$	0.058	1000	$	0.058
greater than	> 1000	$	0.067	> 1000	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

General Service Less then 50 kW

Consumption	10,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	10,000	$ 0.0096	$ 96.00	10,000	$ 0.0097	$ 97.00	$ 1.0000	1.04%	356.42%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	10,000	$ 0.0059	$ 59.00	10,000	$ 0.0059	$ 59.00	$ -	0.00%	216.79%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 184.90**			**$ 187.81**	**$ 2.91**	**1.58%**	**16.79%**
Other Charges (kWh)	10428	$ 0.0229	$ 238.80	10428	$ 0.0229	$ 238.80	$ -	0.00%	21.35%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	3.89%
Cost of Power Commodity (kWh)	9,678	$ 0.0670	$ 648.43	9,678	$ 0.0670	$ 648.43	$ -	0.00%	57.97%
Total Bill before Taxes			**$ 1,115.63**			**$ 1,118.54**	**$ 2.91**	**0.26%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 70.66**			**$ 67.11**	**-$ 3.54**	**-5.02%**	
Total Bill after Taxes			**$ 1,186.28**			**$ 1,185.65**	**-$ 0.63**	**-0.05%**	

General Service Less then 50 kW

Consumption	15,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	15,000	$ 0.0096	$ 144.00	15,000	$ 0.0097	$ 145.50	$ 1.5000	1.04%	534.62%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ 0.0059	$ 88.50	15,000	$ 0.0059	$ 88.50	$ -	0.00%	325.18%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 262.40**			**$ 265.81**	**$ 3.41**	**1.30%**	**15.96%**
Other Charges (kWh)	15642	$ 0.0229	$ 358.20	15642	$ 0.0229	$ 358.20	$ -	0.00%	21.51%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	2.61%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	59.92%
Total Bill before Taxes			**$ 1,661.87**			**$ 1,665.28**	**$ 3.41**	**0.21%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 105.25**			**$ 99.92**	**-$ 5.33**	**-5.07%**	
Total Bill after Taxes			**$ 1,767.12**			**$ 1,765.20**	**-$ 1.92**	**-0.11%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	1000	$	0.058	1000	$	0.058
greater than	> 1000	$	0.067	> 1000	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

General Service 50 to 4,999 kW

Consumption	15,000 kWh 60 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 2.6376**	$ 158.26	60	$ 2.6619	$ 159.71	$ 1.46	0.92%	586.85%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 1.9115	$ 114.69	60	$ 1.9115	$ 114.69	$ -	0.00%	421.42%
Sub-Total			**$ 769.99**			**$ 777.66**	**$ 7.67**	**1.00%**	**34.26%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	9.10%
Other Charges (kW)	63	$ 3.9100	$ 244.64	63	$ 3.9100	$ 244.64	$ -	0.00%	10.78%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.92%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	43.95%
Total Bill before Taxes			**$ 2,262.37**			**$ 2,270.04**	**$ 7.67**	**0.34%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 143.28**			**$ 136.20**	**-$ 7.08**	**-4.94%**	
Total Bill after Taxes			**$ 2,405.65**			**$ 2,406.24**	**$ 0.59**	**0.02%**	

General Service 50 to 4,999 kW

Consumption	40,000 kWh 100 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 2.6376**	$ 263.76	100	$ 2.6619	$ 266.19	$ 2.43	0.92%	978.09%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 1.9115	$ 191.15	100	$ 1.9115	$ 191.15	$ -	0.00%	702.36%
Sub-Total			**$ 951.95**			**$ 960.59**	**$ 8.64**	**0.91%**	**20.41%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	11.70%
Other Charges (kW)	104	$ 3.9100	$ 407.73	104	$ 3.9100	$ 407.73	$ -	0.00%	8.66%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.92%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	58.31%
Total Bill before Taxes			**$ 4,698.24**			**$ 4,706.88**	**$ 8.64**	**0.18%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 297.56**			**$ 282.41**	**-$ 15.14**	**-5.09%**	
Total Bill after Taxes			**$ 4,995.79**			**$ 4,989.29**	**-$ 6.50**	**-0.13%**	

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Lakeland Power Distribution Ltd.
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Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

General Service 50 to 4,999 kW

Consumption	100,000 kWh 500 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 2.6376**	$ 1,318.80	500	$ 2.6619	$ 1,330.95	$ 12.15	0.92%	4890.43%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 1.9115	$ 955.75	500	$ 1.9115	$ 955.75	$ -	0.00%	3511.80%
Sub-Total			**$ 2,771.59**			**$ 2,789.95**	**$ 18.36**	**0.66%**	**21.16%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	10.44%
Other Charges (kW)	521	$ 3.9100	$ 2,038.67	521	$ 3.9100	$ 2,038.67	$ -	0.00%	15.46%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.33%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	52.61%
Total Bill before Taxes			**$ 13,166.77**			**$ 13,185.13**	**$ 18.36**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 833.90**			**$ 791.11**	**-$ 42.79**	**-5.13%**	
Total Bill after Taxes			**$ 14,000.67**			**$ 13,976.24**	**-$ 24.42**	**-0.17%**	

General Service 50 to 4,999 kW

Consumption	400,000 kWh 1000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 2.6376**	$ 2,637.60	1,000	$ 2.6619	$ 2,661.90	$ 24.30	0.92%	9780.87%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 1.9115	$ 1,911.50	1,000	$ 1.9115	$ 1,911.50	$ -	0.00%	7023.60%
Sub-Total			**$ 5,046.14**			**$ 5,076.65**	**$ 30.51**	**0.60%**	**11.92%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	12.92%
Other Charges (kW)	1,043	$ 3.9100	$ 4,077.35	1,043	$ 3.9100	$ 4,077.35	$ -	0.00%	9.57%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.10%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	65.48%
Total Bill before Taxes			**$ 42,569.76**			**$ 42,600.28**	**$ 30.51**	**0.07%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,696.08**			**$ 2,556.02**	**-$ 140.07**	**-5.20%**	
Total Bill after Taxes			**$ 45,265.85**			**$ 45,156.29**	**-$ 109.55**	**-0.24%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

General Service 50 to 4,999 kW

Consumption	1,000,000 kWh 3000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 2.6376**	$ 7,912.80	3,000	$ 2.6619	$ 7,985.70	$ 72.90	0.92%	29342.60%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 1.9115	$ 5,734.50	3,000	$ 1.9115	$ 5,734.50	$ -	0.00%	21070.81%
Sub-Total			**$ 14,144.34**			**$ 14,223.45**	**$ 79.11**	**0.56%**	**12.92%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.50%
Other Charges (kW)	3,128	$ 3.9100	$ 12,232.04	3,128	$ 3.9100	$ 12,232.04	$ -	0.00%	11.11%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	63.42%
Total Bill before Taxes			**$ 110,002.19**			**$ 110,081.31**	**$ 79.11**	**0.07%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,966.81**			**$ 6,604.88**	**-$ 361.93**	**-5.20%**	
Total Bill after Taxes			**$ 116,969.00**			**$ 116,686.19**	**-$ 282.81**	**-0.24%**	

General Service 50 to 4,999 kW

Consumption	1,500,000 kWh 4000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 2.6376**	$ 10,550.40	4,000	$ 2.6619	$ 10,647.60	$ 97.20	0.92%	39123.47%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 1.9115	$ 7,646.00	4,000	$ 1.9115	$ 7,646.00	$ -	0.00%	28094.41%
Sub-Total			**$ 18,693.44**			**$ 18,796.85**	**$ 103.41**	**0.55%**	**11.71%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	12.86%
Other Charges (kW)	4,171	$ 3.9100	$ 16,309.39	4,171	$ 3.9100	$ 16,309.39	$ -	0.00%	10.16%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	65.25%
Total Bill before Taxes			**$ 160,444.92**			**$ 160,548.34**	**$ 103.41**	**0.06%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 10,161.51**			**$ 9,632.90**	**-$ 528.61**	**-5.20%**	
Total Bill after Taxes			**$ 170,606.43**			**$ 170,181.24**	**-$ 425.20**	**-0.25%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	1000	$	0.058	1000	$	0.058
greater than	> 1000	$	0.067	> 1000	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Unmetered Scattered Load

Consumption	15,000 kWh 60 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 0.0096**	$ 0.58	60	$ 0.0097	$ 0.58	$ 0.01	1.04%	2.14%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 0.0130	$ 0.78	60	$ 0.0130	$ 0.78	$ -	0.00%	2.87%
Sub-Total			**$ 16.18**			**$ 17.97**	**$ 1.79**	**11.07%**	**1.42%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	16.31%
Other Charges (kW)	63	$ 0.0097	$ 0.61	63	$ 0.0097	$ 0.61	$ -	0.00%	0.05%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	3.44%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	78.79%
Total Bill before Taxes			**$ 1,264.52**			**$ 1,266.31**	**$ 1.79**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 80.09**			**$ 75.98**	**-$ 4.11**	**-5.13%**	
Total Bill after Taxes			**$ 1,344.61**			**$ 1,342.29**	**-$ 2.32**	**-0.17%**	

Unmetered Scattered Load

Consumption	40,000 kWh 100 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 0.0096**	$ 0.96	100	$ 0.0097	$ 0.97	$ 0.01	1.04%	3.56%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 0.0130	$ 1.30	100	$ 0.0130	$ 1.30	$ -	0.00%	4.78%
Sub-Total			**$ 17.08**			**$ 18.87**	**$ 1.79**	**10.51%**	**0.56%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	16.39%
Other Charges (kW)	104	$ 0.0097	$ 1.01	104	$ 0.0097	$ 1.01	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.30%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	81.72%
Total Bill before Taxes			**$ 3,356.64**			**$ 3,358.44**	**$ 1.79**	**0.05%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 212.59**			**$ 201.51**	**-$ 11.08**	**-5.21%**	
Total Bill after Taxes			**$ 3,569.23**			**$ 3,559.95**	**-$ 9.29**	**-0.26%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Unmetered Scattered Load

Consumption	100,000 kWh 500 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 0.0096**	$ 4.80	500	$ 0.0097	$ 4.85	$ 0.05	1.04%	17.82%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 0.0130	$ 6.50	500	$ 0.0130	$ 6.50	$ -	0.00%	23.88%
Sub-Total			**$ 26.12**			**$ 27.95**	**$ 1.83**	**7.02%**	**0.33%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	16.41%
Other Charges (kW)	521	$ 0.0097	$ 5.06	521	$ 0.0097	$ 5.06	$ -	0.00%	0.06%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.52%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	82.68%
Total Bill before Taxes			**$ 8,387.68**			**$ 8,389.52**	**$ 1.83**	**0.02%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 531.22**			**$ 503.37**	**-$ 27.85**	**-5.24%**	
Total Bill after Taxes			**$ 8,918.90**			**$ 8,892.89**	**-$ 26.01**	**-0.29%**	

Unmetered Scattered Load

Consumption	400,000 kWh 1000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 0.0096**	$ 9.60	1,000	$ 0.0097	$ 9.70	$ 0.10	1.04%	35.64%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 0.0130	$ 13.00	1,000	$ 0.0130	$ 13.00	$ -	0.00%	47.77%
Sub-Total			**$ 37.42**			**$ 39.30**	**$ 1.88**	**5.04%**	**0.12%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	16.44%
Other Charges (kW)	1,043	$ 0.0097	$ 10.12	1,043	$ 0.0097	$ 10.12	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.13%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	83.28%
Total Bill before Taxes			**$ 33,493.81**			**$ 33,495.69**	**$ 1.88**	**0.01%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,121.27**			**$ 2,009.74**	**-$ 111.53**	**-5.26%**	
Total Bill after Taxes			**$ 35,615.08**			**$ 35,505.44**	**-$ 109.65**	**-0.31%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Unmetered Scattered Load

Consumption	1,000,000 kWh 3000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 0.0096**	$ 28.80	3,000	$ 0.0097	$ 29.10	$ 0.30	1.04%	106.92%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 0.0130	$ 39.00	3,000	$ 0.0130	$ 39.00	$ -	0.00%	143.30%
Sub-Total			**$ 82.62**			**$ 84.70**	**$ 2.08**	**2.52%**	**0.10%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	16.44%
Other Charges (kW)	3,128	$ 0.0097	$ 30.35	3,128	$ 0.0097	$ 30.35	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.05%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	83.37%
Total Bill before Taxes			**$ 83,738.78**			**$ 83,740.86**	**$ 2.08**	**0.00%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 5,303.46**			**$ 5,024.45**	**-$ 279.00**	**-5.26%**	
Total Bill after Taxes			**$ 89,042.23**			**$ 88,765.31**	**-$ 276.92**	**-0.31%**	

Unmetered Scattered Load

Consumption	1,500,000 kWh 4000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 0.0096**	$ 38.40	4,000	$ 0.0097	$ 38.80	$ 0.40	1.04%	142.57%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 0.0130	$ 52.00	4,000	$ 0.0130	$ 52.00	$ -	0.00%	191.07%
Sub-Total			**$ 105.22**			**$ 107.40**	**$ 2.18**	**2.08%**	**0.09%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	16.44%
Other Charges (kW)	4,171	$ 0.0097	$ 40.46	4,171	$ 0.0097	$ 40.46	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	83.41%
Total Bill before Taxes			**$ 125,587.77**			**$ 125,589.96**	**$ 2.18**	**0.00%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 7,953.89**			**$ 7,535.40**	**-$ 418.49**	**-5.26%**	
Total Bill after Taxes			**$ 133,541.66**			**$ 133,125.35**	**-$ 416.31**	**-0.31%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Sentinel Lighting

Consumption	15,000 kWh 60 kW	***Loss Factor 1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 5.1100**	$ 306.60	60	$ 5.1570	$ 309.42	$ 2.82	0.92%	1136.93%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 0.9154	$ 54.92	60	$ 0.9154	$ 54.92	$ -	0.00%	201.81%
Sub-Total			**$ 362.77**			**$ 367.25**	**$ 4.47**	**1.23%**	**20.55%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	11.55%
Other Charges (kW)	63	$ 2.7494	$ 172.02	63	$ 2.7494	$ 172.02	$ -	0.00%	9.63%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	2.43%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	55.83%
Total Bill before Taxes			**$ 1,782.54**			**$ 1,787.01**	**$ 4.47**	**0.25%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 112.89**			**$ 107.22**	**-$ 5.67**	**-5.03%**	
Total Bill after Taxes			**$ 1,895.43**			**$ 1,894.23**	**-$ 1.20**	**-0.06%**	

Sentinel Lighting

Consumption	40,000 kWh 100 kW	***Loss Factor 1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 5.1100**	$ 511.00	100	$ 5.1570	$ 515.70	$ 4.70	0.92%	1894.88%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 0.9154	$ 91.54	100	$ 0.9154	$ 91.54	$ -	0.00%	336.35%
Sub-Total			**$ 603.79**			**$ 610.14**	**$ 6.35**	**1.05%**	**14.41%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	13.00%
Other Charges (kW)	104	$ 2.7494	$ 286.71	104	$ 2.7494	$ 286.71	$ -	0.00%	6.77%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.03%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	64.80%
Total Bill before Taxes			**$ 4,229.05**			**$ 4,235.40**	**$ 6.35**	**0.15%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 267.84**			**$ 254.12**	**-$ 13.72**	**-5.12%**	
Total Bill after Taxes			**$ 4,496.89**			**$ 4,489.53**	**-$ 7.36**	**-0.16%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Sentinel Lighting

Consumption	100,000 kWh 500 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 5.1100**	$ 2,555.00	500	$ 5.1570	$ 2,578.50	$ 23.50	0.92%	9474.42%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 0.9154	$ 457.70	500	$ 0.9154	$ 457.70	$ -	0.00%	1681.77%
Sub-Total			**$ 3,013.95**			**$ 3,039.10**	**$ 25.15**	**0.83%**	**23.69%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	10.73%
Other Charges (kW)	521	$ 2.7494	$ 1,433.54	521	$ 2.7494	$ 1,433.54	$ -	0.00%	11.17%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.34%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	54.07%
Total Bill before Taxes			**$ 12,803.99**			**$ 12,829.15**	**$ 25.15**	**0.20%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 810.92**			**$ 769.75**	**-$ 41.17**	**-5.08%**	
Total Bill after Taxes			**$ 13,614.91**			**$ 13,598.90**	**-$ 16.02**	**-0.12%**	

Sentinel Lighting

Consumption	400,000 kWh 1000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 5.1100**	$ 5,110.00	1,000	$ 5.1570	$ 5,157.00	$ 47.00	0.92%	18948.84%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 0.9154	$ 915.40	1,000	$ 0.9154	$ 915.40	$ -	0.00%	3363.54%
Sub-Total			**$ 6,026.65**			**$ 6,075.30**	**$ 48.65**	**0.81%**	**14.33%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	12.99%
Other Charges (kW)	1,043	$ 2.7494	$ 2,867.07	1,043	$ 2.7494	$ 2,867.07	$ -	0.00%	6.76%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.10%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	65.81%
Total Bill before Taxes			**$ 42,340.00**			**$ 42,388.65**	**$ 48.65**	**0.11%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,681.53**			**$ 2,543.32**	**-$ 138.21**	**-5.15%**	
Total Bill after Taxes			**$ 45,021.53**			**$ 44,931.97**	**-$ 89.56**	**-0.20%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	1000	$	0.058	1000	$	0.058
greater than	> 1000	$	0.067	> 1000	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Sentinel Lighting

Consumption	1,000,000 kWh 3000 kW	***Loss Factor 1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 5.1100**	$ 15,330.00	3,000	$ 5.1570	$ 15,471.00	$ 141.00	0.92%	56846.53%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 0.9154	$ 2,746.20	3,000	$ 0.9154	$ 2,746.20	$ -	0.00%	10090.62%
Sub-Total			**$ 18,077.45**			**$ 18,220.10**	**$ 142.65**	**0.79%**	**16.50%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.46%
Other Charges (kW)	3,128	$ 2.7494	$ 8,601.22	3,128	$ 2.7494	$ 8,601.22	$ -	0.00%	7.79%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	63.21%
Total Bill before Taxes			**$ 110,304.48**			**$ 110,447.14**	**$ 142.65**	**0.13%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,985.95**			**$ 6,626.83**	**-$ 359.12**	**-5.14%**	
Total Bill after Taxes			**$ 117,290.43**			**$ 117,073.97**	**-$ 216.47**	**-0.18%**	

Sentinel Lighting

Consumption	1,500,000 kWh 4000 kW	***Loss Factor 1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 5.1100**	$ 20,440.00	4,000	$ 5.1570	$ 20,628.00	$ 188.00	0.92%	75795.38%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 0.9154	$ 3,661.60	4,000	$ 0.9154	$ 3,661.60	$ -	0.00%	13454.16%
Sub-Total			**$ 24,102.85**			**$ 24,292.50**	**$ 189.65**	**0.79%**	**15.07%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	12.81%
Other Charges (kW)	4,171	$ 2.7494	$ 11,468.30	4,171	$ 2.7494	$ 11,468.30	$ -	0.00%	7.11%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	64.98%
Total Bill before Taxes			**$ 161,013.24**			**$ 161,202.89**	**$ 189.65**	**0.12%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 10,197.51**			**$ 9,672.17**	**-$ 525.33**	**-5.15%**	
Total Bill after Taxes			**$ 171,210.74**			**$ 170,875.07**	**-$ 335.68**	**-0.20%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL
Lakeland Power Distribution Ltd.
EB-2007-0551, EB-2005-0388
January 26, 2007
Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	1000	$ 0.058	1000	$ 0.058
greater than	> 1000	$ 0.067	> 1000	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Street Lighting

Consumption	100,000 kWh 500 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 3.4758**	$ 1,737.90	500	$ 3.5078	$ 1,753.90	$ 16.00	0.92%	6444.52%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 1.1016	$ 550.80	500	$ 1.1016	$ 550.80	$ -	0.00%	2023.86%
Sub-Total			**$ 2,289.53**			**$ 2,307.18**	**$ 17.65**	**0.77%**	**18.88%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	11.27%
Other Charges (kW)	521	$ 2.9826	$ 1,555.13	521	$ 2.9826	$ 1,555.13	$ -	0.00%	12.73%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.36%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	56.77%
Total Bill before Taxes			**$ 12,201.16**			**$ 12,218.82**	**$ 17.65**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 772.74**			**$ 733.13**	**-$ 39.61**	**-5.13%**	
Total Bill after Taxes			**$ 12,973.90**			**$ 12,951.95**	**-$ 21.96**	**-0.17%**	

Street Lighting

Consumption	400,000 kWh 1000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 3.4758**	$ 3,475.80	1,000	$ 3.5078	$ 3,507.80	$ 32.00	0.92%	12889.04%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 1.1016	$ 1,101.60	1,000	$ 1.1016	$ 1,101.60	$ -	0.00%	4047.71%
Sub-Total			**$ 4,578.23**			**$ 4,611.88**	**$ 33.65**	**0.74%**	**11.20%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	13.37%
Other Charges (kW)	1,043	$ 2.9826	$ 3,110.26	1,043	$ 2.9826	$ 3,110.26	$ -	0.00%	7.55%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.11%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	67.76%
Total Bill before Taxes			**$ 41,134.76**			**$ 41,168.41**	**$ 33.65**	**0.08%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,605.20**			**$ 2,470.10**	**-$ 135.10**	**-5.19%**	
Total Bill after Taxes			**$ 43,739.96**			**$ 43,638.52**	**-$ 101.44**	**-0.23%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z Factor - Bill Impact - Nov 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	1000	$	0.058	1000	$	0.058
greater than	> 1000	$	0.067	> 1000	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Street Lighting

Consumption	1,000,000 kWh 3000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE	CHARGE	Volume	RATE	CHARGE	$	%	% of Total Bill
		$	$		$	$			
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	$ 3.4758	$ 10,427.40	3,000	$ 3.5078	$ 10,523.40	$ 96.00	0.92%	38667.11%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 1.1016	$ 3,304.80	3,000	$ 1.1016	$ 3,304.80	$ -	0.00%	12143.13%
Sub-Total			**$ 13,733.03**			**$ 13,830.68**	**$ 97.65**	**0.71%**	**12.95%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.89%
Other Charges (kW)	3,128	$ 2.9826	$ 9,330.77	3,128	$ 2.9826	$ 9,330.77	$ -	0.00%	8.74%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	65.38%
Total Bill before Taxes			**$ 106,689.61**			**$ 106,787.26**	**$ 97.65**	**0.09%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,757.01**			**$ 6,407.24**	**-$ 349.77**	**-5.18%**	
Total Bill after Taxes			**$ 113,446.61**			**$ 113,194.50**	**-$ 252.12**	**-0.22%**	

Street Lighting

Consumption	1,500,000 kWh 4000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE	CHARGE	Volume	RATE	CHARGE	$	%	% of Total Bill
		$	$		$	$			
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	$ 3.4758	$ 13,903.20	4,000	$ 3.5078	$ 14,031.20	$ 128.00	0.92%	51556.14%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 1.1016	$ 4,406.40	4,000	$ 1.1016	$ 4,406.40	$ -	0.00%	16190.84%
Sub-Total			**$ 18,310.43**			**$ 18,440.08**	**$ 129.65**	**0.71%**	**11.80%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	13.21%
Other Charges (kW)	4,171	$ 2.9826	$ 12,441.02	4,171	$ 2.9826	$ 12,441.02	$ -	0.00%	7.96%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	67.01%
Total Bill before Taxes			**$ 156,193.54**			**$ 156,323.20**	**$ 129.65**	**0.08%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 9,892.26**			**$ 9,379.39**	**-$ 512.87**	**-5.18%**	
Total Bill after Taxes			**$ 166,085.80**			**$ 165,702.59**	**-$ 383.21**	**-0.23%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	100 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	100	$ 0.0131	$ 1.31	100	$ 0.0132	$ 1.32	$ 0.0100	0.76%	4.85%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100	$ 0.0079	$ 0.79	100	$ 0.0079	$ 0.79	$ -	0.00%	2.90%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 16.89**			**$ 18.67**	**$ 1.78**	**10.57%**	**68.62%**
Other Charges (kWh)	104	$ 0.0239	$ 2.49	104	$ 0.0239	$ 2.49	$ -	0.00%	9.16%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	104	$ 0.0580	$ 6.05	104	$ 0.0580	$ 6.05	$ -	0.00%	22.22%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 25.43**			**$ 27.22**	**$ 1.78**	**7.02%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 1.61**			**$ 1.63**	**$ 0.02**	**1.39%**	
Total Bill after Taxes			**$ 27.04**			**$ 28.85**	**$ 1.81**	**6.68%**	

Residential

Consumption	250 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	250	$ 0.0131	$ 3.28	250	$ 0.0132	$ 3.30	$ 0.0250	0.76%	12.13%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	250	$ 0.0079	$ 1.98	250	$ 0.0079	$ 1.98	$ -	0.00%	7.26%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 20.04**			**$ 21.84**	**$ 1.80**	**8.98%**	**50.57%**
Other Charges (kWh)	261	$ 0.0239	$ 6.23	261	$ 0.0239	$ 6.23	$ -	0.00%	14.43%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	261	$ 0.0580	$ 15.12	261	$ 0.0580	$ 15.12	$ -	0.00%	35.01%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 41.39**			**$ 43.19**	**$ 1.80**	**4.35%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2.62**			**$ 2.59**	**-$ 0.03**	**-1.14%**	
Total Bill after Taxes			**$ 44.01**			**$ 45.78**	**$ 1.77**	**4.02%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	800	$	0.058	800	$	0.058
greater than	> 800	$	0.067	> 800	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	800	$	0.058	800	$	0.058
greater than	> 800	$	0.067	> 800	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Residential

Consumption	500 kWh 0 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	500	$ 0.0131	$ 6.55	500	$ 0.0132	$ 6.60	$ 0.0500	0.76%	24.25%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	500	$ 0.0079	$ 3.95	500	$ 0.0079	$ 3.95	$ -	0.00%	14.51%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 25.29**			**$ 27.11**	**$ 1.82**	**7.22%**	**38.84%**
Other Charges (kWh)	521	$ 0.0239	$ 12.46	521	$ 0.0239	$ 12.46	$ -	0.00%	17.85%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	521	$ 0.0580	$ 30.24	521	$ 0.0580	$ 30.24	$ -	0.00%	43.31%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 67.99**			**$ 69.82**	**$ 1.82**	**2.68%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 4.31**			**$ 4.19**	**-$ 0.12**	**-2.72%**	
Total Bill after Taxes			**$ 72.30**			**$ 74.01**	**$ 1.71**	**2.36%**	

Residential

Consumption	750 kWh 0 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	750	$ 0.0131	$ 9.83	750	$ 0.0132	$ 9.90	$ 0.0750	0.76%	36.38%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	750	$ 0.0079	$ 5.93	750	$ 0.0079	$ 5.93	$ -	0.00%	21.77%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 30.54**			**$ 32.39**	**$ 1.85**	**6.06%**	**33.58%**
Other Charges (kWh)	782	$ 0.0239	$ 18.69	782	$ 0.0239	$ 18.69	$ -	0.00%	19.38%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	782	$ 0.0580	$ 45.36	782	$ 0.0580	$ 45.36	$ -	0.00%	47.03%
Cost of Power Commodity (kWh)	0	$ 0.0670	$ -	0	$ 0.0670	$ -	$ -	0.00%	0.00%
Total Bill before Taxes			**$ 94.59**			**$ 96.44**	**$ 1.85**	**1.96%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 5.99**			**$ 5.79**	**-$ 0.20**	**-3.41%**	
Total Bill after Taxes			**$ 100.58**			**$ 102.23**	**$ 1.65**	**1.64%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Residential

Consumption	1,000 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	1,000	$ 0.0131	$ 13.10	1,000	$ 0.0132	$ 13.20	$ 0.1000	0.76%	48.50%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000	$ 0.0079	$ 7.90	1,000	$ 0.0079	$ 7.90	$ -	0.00%	29.03%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 35.79**			**$ 37.66**	**$ 1.87**	**5.24%**	**30.07%**
Other Charges (kWh)	1043	$ 0.0239	$ 24.92	1043	$ 0.0239	$ 24.92	$ -	0.00%	19.90%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	800	$ 0.0580	$ 46.40	800	$ 0.0580	$ 46.40	$ -	0.00%	37.04%
Cost of Power Commodity (kWh)	243	$ 0.0670	$ 16.27	243	$ 0.0670	$ 16.27	$ -	0.00%	12.99%
Total Bill before Taxes			**$ 123.38**			**$ 125.26**	**$ 1.87**	**1.52%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 7.81**			**$ 7.52**	**-$ 0.30**	**-3.82%**	
Total Bill after Taxes			**$ 131.19**			**$ 132.77**	**$ 1.58**	**1.20%**	

Residential

Consumption	1,500 kWh 0 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	1,500	$ 0.0131	$ 19.65	1,500	$ 0.0132	$ 19.80	$ 0.1500	0.76%	72.75%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500	$ 0.0079	$ 11.85	1,500	$ 0.0079	$ 11.85	$ -	0.00%	43.54%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 46.29**			**$ 48.21**	**$ 1.92**	**4.16%**	**26.32%**
Other Charges (kWh)	1564	$ 0.0239	$ 37.38	1564	$ 0.0239	$ 37.38	$ -	0.00%	20.41%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	800	$ 0.0580	$ 46.40	800	$ 0.0580	$ 46.40	$ -	0.00%	25.33%
Cost of Power Commodity (kWh)	764	$ 0.0670	$ 51.20	764	$ 0.0670	$ 51.20	$ -	0.00%	27.95%
Total Bill before Taxes			**$ 181.28**			**$ 183.20**	**$ 1.92**	**1.06%**	**100%**

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

GST (2006 - 7%, 2007 - 6%)	$ 11.48		$ 10.99	-$ 0.49	-4.26%	
Total Bill after Taxes	$ 192.76		$ 194.19	$ 1.44	0.75%	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	800	$	0.058	800	$	0.058
greater than	> 800	$	0.067	> 800	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Residential

Consumption	2,000 kWh 0 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.79			$ 14.92	$ 0.13	0.88%	54.82%
Distribution (kWh)	2,000	$ 0.0131	$ 26.20	2,000	$ 0.0132	$ 26.40	$ 0.2000	0.76%	97.00%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	2,000	$ 0.0079	$ 15.80	2,000	$ 0.0079	$ 15.80	$ -	0.00%	58.06%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 56.79**			**$ 58.76**	**$ 1.97**	**3.48%**	**24.37%**
Other Charges (kWh)	2086	$ 0.0239	$ 49.85	2086	$ 0.0239	$ 49.85	$ -	0.00%	20.67%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	800	$ 0.0580	$ 46.40	800	$ 0.0580	$ 46.40	$ -	0.00%	19.24%
Cost of Power Commodity (kWh)	1,286	$ 0.0670	$ 86.14	1,286	$ 0.0670	$ 86.14	$ -	0.00%	35.72%
Total Bill before Taxes			**$ 239.17**			**$ 241.15**	**$ 1.97**	**0.83%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 15.15**			**$ 14.47**	**-$ 0.68**	**-4.48%**	
Total Bill after Taxes			**$ 254.32**			**$ 255.61**	**$ 1.30**	**0.51%**	

General Service Less then 50 kW

Consumption	1,000 kWh 0 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	1,000	$ 0.0096	$ 9.60	1,000	$ 0.0097	$ 9.70	$ 0.1000	1.04%	35.64%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000	$ 0.0059	$ 5.90	1,000	$ 0.0059	$ 5.90	$ -	0.00%	21.68%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 45.40**			**$ 47.41**	**$ 2.01**	**4.44%**	**35.28%**
Other Charges (kWh)	1043	$ 0.0229	$ 23.88	1043	$ 0.0229	$ 23.88	$ -	0.00%	17.77%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	32.36%
Cost of Power Commodity (kWh)	293	$ 0.0670	$ 19.62	293	$ 0.0670	$ 19.62	$ -	0.00%	14.60%
Total Bill before Taxes			**$ 132.40**			**$ 134.41**	**$ 2.01**	**1.52%**	**100%**

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	800	$	0.058	800	$	0.058
greater than	> 800	$	0.067	> 800	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

GST (2006 - 7%, 2007 - 6%)	$ 8.39		$ 8.06	-$ 0.32	-3.82%
Total Bill after Taxes	$ 140.78		$ 142.48	$ 1.69	1.20%

General Service Less then 50 kW

Consumption	2,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	2,000	$ 0.0096	$ 19.20	2,000	$ 0.0097	$ 19.40	$ 0.2000	1.04%	71.28%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	2,000	$ 0.0059	$ 11.80	2,000	$ 0.0059	$ 11.80	$ -	0.00%	43.36%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 60.90**			**$ 63.01**	**$ 2.11**	**3.47%**	**25.85%**
Other Charges (kWh)	2086	$ 0.0229	$ 47.76	2086	$ 0.0229	$ 47.76	$ -	0.00%	19.59%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	17.85%
Cost of Power Commodity (kWh)	1,336	$ 0.0670	$ 89.49	1,336	$ 0.0670	$ 89.49	$ -	0.00%	36.71%
Total Bill before Taxes			**$ 241.65**			**$ 243.76**	**$ 2.11**	**0.88%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 15.30**			**$ 14.63**	**-$ 0.68**	**-4.43%**	
Total Bill after Taxes			**$ 256.95**			**$ 258.39**	**$ 1.44**	**0.56%**	

General Service Less then 50 kW

Consumption	5,000 kWh 0 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	5,000	$ 0.0096	$ 48.00	5,000	$ 0.0097	$ 48.50	$ 0.5000	1.04%	178.21%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	5,000	$ 0.0059	$ 29.50	5,000	$ 0.0059	$ 29.50	$ -	0.00%	108.39%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 107.40**			**$ 109.81**	**$ 2.41**	**2.25%**	**19.20%**
Other Charges (kWh)	5214	$ 0.0229	$ 119.40	5214	$ 0.0229	$ 119.40	$ -	0.00%	20.88%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	7.61%

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Cost of Power Commodity (kWh)	4,464	$ 0.0670	$ 299.09	4,464	$ 0.0670	$ 299.09	$ -	0.00%	52.31%
Total Bill before Taxes			**$ 569.39**			**$ 571.80**	**$ 2.41**	**0.42%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 36.06**			**$ 34.31**	**-$ 1.75**	**-4.86%**	
Total Bill after Taxes			**$ 605.45**			**$ 606.11**	**$ 0.66**	**0.11%**	

General Service Less then 50 kW

Consumption	10,000 kWh 0 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	10,000	$ 0.0096	$ 96.00	10,000	$ 0.0097	$ 97.00	$ 1.0000	1.04%	356.42%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	10,000	$ 0.0059	$ 59.00	10,000	$ 0.0059	$ 59.00	$ -	0.00%	216.79%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 184.90**			**$ 187.81**	**$ 2.91**	**1.58%**	**16.79%**
Other Charges (kWh)	10428	$ 0.0229	$ 238.80	10428	$ 0.0229	$ 238.80	$ -	0.00%	21.35%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	3.89%
Cost of Power Commodity (kWh)	9,678	$ 0.0670	$ 648.43	9,678	$ 0.0670	$ 648.43	$ -	0.00%	57.97%
Total Bill before Taxes			**$ 1,115.63**			**$ 1,118.54**	**$ 2.91**	**0.26%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 70.66**			**$ 67.11**	**-$ 3.54**	**-5.02%**	
Total Bill after Taxes			**$ 1,186.28**			**$ 1,185.65**	**-$ 0.63**	**-0.05%**	

General Service Less then 50 kW

Consumption	15,000 kWh 0 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 29.90			$ 30.17	$ 0.27	0.90%	110.86%
Distribution (kWh)	15,000	$ 0.0096	$ 144.00	15,000	$ 0.0097	$ 145.50	$ 1.5000	1.04%	534.62%
Distribution (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ 0.0059	$ 88.50	15,000	$ 0.0059	$ 88.50	$ -	0.00%	325.18%
Regulatory Assets (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%
Sub-Total			**$ 262.40**			**$ 265.81**	**$ 3.41**	**1.30%**	**15.96%**
Other Charges (kWh)	15642	$ 0.0229	$ 358.20	15642	$ 0.0229	$ 358.20	$ -	0.00%	21.51%
Other Charges (kW)	0	$ -	$ -	0	$ -	$ -	$ -	0.00%	0.00%

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	800	$	0.058	800	$	0.058
greater than	> 800	$	0.067	> 800	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	2.61%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	59.92%
Total Bill before Taxes			**$ 1,661.87**			**$ 1,665.28**	**$ 3.41**	**0.21%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 105.25**			**$ 99.92**	**-$ 5.33**	**-5.07%**	
Total Bill after Taxes			**$ 1,767.12**			**$ 1,765.20**	**-$ 1.92**	**-0.11%**	

General Service 50 to 4,999 kW

Consumption	15,000 kWh 60 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 2.6376**	$ 158.26	60	$ 2.6619	$ 159.71	$ 1.46	0.92%	586.85%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 1.9115	$ 114.69	60	$ 1.9115	$ 114.69	$ -	0.00%	421.42%
Sub-Total			**$ 769.99**			**$ 777.66**	**$ 7.67**	**1.00%**	**34.26%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	9.10%
Other Charges (kW)	63	$ 3.9100	$ 244.64	63	$ 3.9100	$ 244.64	$ -	0.00%	10.78%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.92%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	43.95%
Total Bill before Taxes			**$ 2,262.37**			**$ 2,270.04**	**$ 7.67**	**0.34%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 143.28**			**$ 136.20**	**-$ 7.08**	**-4.94%**	
Total Bill after Taxes			**$ 2,405.65**			**$ 2,406.24**	**$ 0.59**	**0.02%**	

General Service 50 to 4,999 kW

Consumption	40,000 kWh 100 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 2.6376**	$ 263.76	100	$ 2.6619	$ 266.19	$ 2.43	0.92%	978.09%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 1.9115	$ 191.15	100	$ 1.9115	$ 191.15	$ -	0.00%	702.36%
Sub-Total			**$ 951.95**			**$ 960.59**	**$ 8.64**	**0.91%**	**20.41%**

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	11.70%
Other Charges (kW)	104	$ 3.9100	$ 407.73	104	$ 3.9100	$ 407.73	$ -	0.00%	8.66%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.92%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	58.31%
Total Bill before Taxes			**$ 4,698.24**			**$ 4,706.88**	**$ 8.64**	**0.18%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 297.56**			**$ 282.41**	**-$ 15.14**	**-5.09%**	
Total Bill after Taxes			**$ 4,995.79**			**$ 4,989.29**	**-$ 6.50**	**-0.13%**	

General Service 50 to 4,999 kW

Consumption	100,000 kWh 500 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 2.6376**	$ 1,318.80	500	$ 2.6619	$ 1,330.95	$ 12.15	0.92%	4890.43%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 1.9115	$ 955.75	500	$ 1.9115	$ 955.75	$ -	0.00%	3511.80%
Sub-Total			**$ 2,771.59**			**$ 2,789.95**	**$ 18.36**	**0.66%**	**21.16%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	10.44%
Other Charges (kW)	521	$ 3.9100	$ 2,038.67	521	$ 3.9100	$ 2,038.67	$ -	0.00%	15.46%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.33%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	52.61%
Total Bill before Taxes			**$ 13,166.77**			**$ 13,185.13**	**$ 18.36**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 833.90**			**$ 791.11**	**-$ 42.79**	**-5.13%**	
Total Bill after Taxes			**$ 14,000.67**			**$ 13,976.24**	**-$ 24.42**	**-0.17%**	

General Service 50 to 4,999 kW

Consumption	400,000 kWh 1000 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 2.6376**	$ 2,637.60	1,000	$ 2.6619	$ 2,661.90	$ 24.30	0.92%	9780.87%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Regulatory Assets (kW)	1,000	$ 1.9115	$ 1,911.50	1,000	$ 1.9115	$ 1,911.50	$ -	0.00%	7023.60%
Sub-Total			**$ 5,046.14**			**$ 5,076.65**	**$ 30.51**	**0.60%**	**11.92%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	12.92%
Other Charges (kW)	1,043	$ 3.9100	$ 4,077.35	1,043	$ 3.9100	$ 4,077.35	$ -	0.00%	9.57%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.10%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	65.48%
Total Bill before Taxes			**$ 42,569.76**			**$ 42,600.28**	**$ 30.51**	**0.07%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,696.08**			**$ 2,556.02**	**-$ 140.07**	**-5.20%**	
Total Bill after Taxes			**$ 45,265.85**			**$ 45,156.29**	**-$ 109.55**	**-0.24%**	

General Service 50 to 4,999 kW

Consumption	1,000,000 kWh 3000 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 2.6376**	$ 7,912.80	3,000	$ 2.6619	$ 7,985.70	$ 72.90	0.92%	29342.60%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 1.9115	$ 5,734.50	3,000	$ 1.9115	$ 5,734.50	$ -	0.00%	21070.81%
Sub-Total			**$ 14,144.34**			**$ 14,223.45**	**$ 79.11**	**0.56%**	**12.92%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.50%
Other Charges (kW)	3,128	$ 3.9100	$ 12,232.04	3,128	$ 3.9100	$ 12,232.04	$ -	0.00%	11.11%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	63.42%
Total Bill before Taxes			**$ 110,002.19**			**$ 110,081.31**	**$ 79.11**	**0.07%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,966.81**			**$ 6,604.88**	**-$ 361.93**	**-5.20%**	
Total Bill after Taxes			**$ 116,969.00**			**$ 116,686.19**	**-$ 282.81**	**-0.24%**	

General Service 50 to 4,999 kW

Consumption	1,500,000 kWh 4000 kW	*Loss Factor*	*1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 497.04			$ 501.61	$ 4.57	0.92%	1843.11%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 2.6376**	$ 10,550.40	4,000	$ 2.6619	$ 10,647.60	$ 97.20	0.92%	39123.47%

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	800	$	0.058	800	$	0.058
greater than	> 800	$	0.067	> 800	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 1.9115	$ 7,646.00	4,000	$ 1.9115	$ 7,646.00	$ -	0.00%	28094.41%
Sub-Total			**$ 18,693.44**			**$ 18,796.85**	**$ 103.41**	**0.55%**	**11.71%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	12.86%
Other Charges (kW)	4,171	$ 3.9100	$ 16,309.39	4,171	$ 3.9100	$ 16,309.39	$ -	0.00%	10.16%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	65.25%
Total Bill before Taxes			**$ 160,444.92**			**$ 160,548.34**	**$ 103.41**	**0.06%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 10,161.51**			**$ 9,632.90**	**-$ 528.61**	**-5.20%**	
Total Bill after Taxes			**$ 170,606.43**			**$ 170,181.24**	**-$ 425.20**	**-0.25%**	

Unmetered Scattered Load

Consumption	15,000 kWh 60 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 0.0096**	$ 0.58	60	$ 0.0097	$ 0.58	$ 0.01	1.04%	2.14%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 0.0130	$ 0.78	60	$ 0.0130	$ 0.78	$ -	0.00%	2.87%
Sub-Total			**$ 16.18**			**$ 17.97**	**$ 1.79**	**11.07%**	**1.42%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	16.31%
Other Charges (kW)	63	$ 0.0097	$ 0.61	63	$ 0.0097	$ 0.61	$ -	0.00%	0.05%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	3.44%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	78.79%
Total Bill before Taxes			**$ 1,264.52**			**$ 1,266.31**	**$ 1.79**	**0.14%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 80.09**			**$ 75.98**	**-$ 4.11**	**-5.13%**	
Total Bill after Taxes			**$ 1,344.61**			**$ 1,342.29**	**-$ 2.32**	**-0.17%**	

Unmetered Scattered Load

Consumption	40,000 kWh 100 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 0.0096**	$ 0.96	100	$ 0.0097	$ 0.97	$ 0.01	1.04%	3.56%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 0.0130	$ 1.30	100	$ 0.0130	$ 1.30	$ -	0.00%	4.78%
Sub-Total			**$ 17.08**			**$ 18.87**	**$ 1.79**	**10.51%**	**0.56%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	16.39%
Other Charges (kW)	104	$ 0.0097	$ 1.01	104	$ 0.0097	$ 1.01	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.30%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	81.72%
Total Bill before Taxes			**$ 3,356.64**			**$ 3,358.44**	**$ 1.79**	**0.05%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 212.59**			**$ 201.51**	**-$ 11.08**	**-5.21%**	
Total Bill after Taxes			**$ 3,569.23**			**$ 3,559.95**	**-$ 9.29**	**-0.26%**	

Unmetered Scattered Load

Consumption	100,000 kWh 500 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 0.0096**	$ 4.80	500	$ 0.0097	$ 4.85	$ 0.05	1.04%	17.82%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 0.0130	$ 6.50	500	$ 0.0130	$ 6.50	$ -	0.00%	23.88%
Sub-Total			**$ 26.12**			**$ 27.95**	**$ 1.83**	**7.02%**	**0.33%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	16.41%
Other Charges (kW)	521	$ 0.0097	$ 5.06	521	$ 0.0097	$ 5.06	$ -	0.00%	0.06%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.52%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	82.68%
Total Bill before Taxes			**$ 8,387.68**			**$ 8,389.52**	**$ 1.83**	**0.02%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 531.22**			**$ 503.37**	**-$ 27.85**	**-5.24%**	
Total Bill after Taxes			**$ 8,918.90**			**$ 8,892.89**	**-$ 26.01**	**-0.29%**	

Unmetered Scattered Load

Consumption	400,000 kWh 1000 kW	*Loss Factor 1.0428*

2006 BILL	2007 BILL	IMPACT

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 0.0096**	$ 9.60	1,000	$ 0.0097	$ 9.70	$ 0.10	1.04%	35.64%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 0.0130	$ 13.00	1,000	$ 0.0130	$ 13.00	$ -	0.00%	47.77%
Sub-Total			**$ 37.42**			**$ 39.30**	**$ 1.88**	**5.04%**	**0.12%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	16.44%
Other Charges (kW)	1,043	$ 0.0097	$ 10.12	1,043	$ 0.0097	$ 10.12	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.13%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	83.28%
Total Bill before Taxes			**$ 33,493.81**			**$ 33,495.69**	**$ 1.88**	**0.01%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,121.27**			**$ 2,009.74**	**-$ 111.53**	**-5.26%**	
Total Bill after Taxes			**$ 35,615.08**			**$ 35,505.44**	**-$ 109.65**	**-0.31%**	

Unmetered Scattered Load

Consumption	1,000,000 kWh 3000 kW	***Loss Factor***	***1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 0.0096**	$ 28.80	3,000	$ 0.0097	$ 29.10	$ 0.30	1.04%	106.92%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 0.0130	$ 39.00	3,000	$ 0.0130	$ 39.00	$ -	0.00%	143.30%
Sub-Total			**$ 82.62**			**$ 84.70**	**$ 2.08**	**2.52%**	**0.10%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	16.44%
Other Charges (kW)	3,128	$ 0.0097	$ 30.35	3,128	$ 0.0097	$ 30.35	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.05%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	83.37%
Total Bill before Taxes			**$ 83,738.78**			**$ 83,740.86**	**$ 2.08**	**0.00%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 5,303.46**			**$ 5,024.45**	**-$ 279.00**	**-5.26%**	
Total Bill after Taxes			**$ 89,042.23**			**$ 88,765.31**	**-$ 276.92**	**-0.31%**	

Unmetered Scattered Load

Consumption	1,500,000 kWh 4000 kW	***Loss Factor***	***1.0428***

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 14.82			$ 14.96	$ 0.14	0.94%	54.97%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 0.0096**	$ 38.40	4,000	$ 0.0097	$ 38.80	$ 0.40	1.04%	142.57%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 0.0130	$ 52.00	4,000	$ 0.0130	$ 52.00	$ -	0.00%	191.07%
Sub-Total			**$ 105.22**			**$ 107.40**	**$ 2.18**	**2.08%**	**0.09%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	16.44%
Other Charges (kW)	4,171	$ 0.0097	$ 40.46	4,171	$ 0.0097	$ 40.46	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	83.41%
Total Bill before Taxes			**$ 125,587.77**			**$ 125,589.96**	**$ 2.18**	**0.00%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 7,953.89**			**$ 7,535.40**	**-$ 418.49**	**-5.26%**	
Total Bill after Taxes			**$ 133,541.66**			**$ 133,125.35**	**-$ 416.31**	**-0.31%**	

Sentinel Lighting

Consumption	**15,000 kWh** **60 kW**	***Loss Factor 1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	60	**$ 5.1100**	$ 306.60	60	$ 5.1570	$ 309.42	$ 2.82	0.92%	1136.93%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	15,000	$ -	$ -	15,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	60	$ 0.9154	$ 54.92	60	$ 0.9154	$ 54.92	$ -	0.00%	201.81%
Sub-Total			**$ 362.77**			**$ 367.25**	**$ 4.47**	**1.23%**	**20.55%**
Other Charges (kWh)	15642	$ 0.0132	$ 206.47	15642	$ 0.0132	$ 206.47	$ -	0.00%	11.55%
Other Charges (kW)	63	$ 2.7494	$ 172.02	63	$ 2.7494	$ 172.02	$ -	0.00%	9.63%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	2.43%
Cost of Power Commodity (kWh)	14,892	$ 0.0670	$ 997.76	14,892	$ 0.0670	$ 997.76	$ -	0.00%	55.83%
Total Bill before Taxes			**$ 1,782.54**			**$ 1,787.01**	**$ 4.47**	**0.25%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 112.89**			**$ 107.22**	**-$ 5.67**	**-5.03%**	
Total Bill after Taxes			**$ 1,895.43**			**$ 1,894.23**	**-$ 1.20**	**-0.06%**	

Sentinel Lighting

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Consumption	40,000 kWh 100 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	100	**$ 5.1100**	$ 511.00	100	$ 5.1570	$ 515.70	$ 4.70	0.92%	1894.88%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	40,000	$ -	$ -	40,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	100	$ 0.9154	$ 91.54	100	$ 0.9154	$ 91.54	$ -	0.00%	336.35%
Sub-Total			**$ 603.79**			**$ 610.14**	**$ 6.35**	**1.05%**	**14.41%**
Other Charges (kWh)	41712	$ 0.0132	$ 550.60	41712	$ 0.0132	$ 550.60	$ -	0.00%	13.00%
Other Charges (kW)	104	$ 2.7494	$ 286.71	104	$ 2.7494	$ 286.71	$ -	0.00%	6.77%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	1.03%
Cost of Power Commodity (kWh)	40,962	$ 0.0670	$ 2,744.45	40,962	$ 0.0670	$ 2,744.45	$ -	0.00%	64.80%
Total Bill before Taxes			**$ 4,229.05**			**$ 4,235.40**	**$ 6.35**	**0.15%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 267.84**			**$ 254.12**	**-$ 13.72**	**-5.12%**	
Total Bill after Taxes			**$ 4,496.89**			**$ 4,489.53**	**-$ 7.36**	**-0.16%**	

Sentinel Lighting

Consumption	100,000 kWh 500 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 5.1100**	$ 2,555.00	500	$ 5.1570	$ 2,578.50	$ 23.50	0.92%	9474.42%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 0.9154	$ 457.70	500	$ 0.9154	$ 457.70	$ -	0.00%	1681.77%
Sub-Total			**$ 3,013.95**			**$ 3,039.10**	**$ 25.15**	**0.83%**	**23.69%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	10.73%
Other Charges (kW)	521	$ 2.7494	$ 1,433.54	521	$ 2.7494	$ 1,433.54	$ -	0.00%	11.17%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.34%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	54.07%
Total Bill before Taxes			**$ 12,803.99**			**$ 12,829.15**	**$ 25.15**	**0.20%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 810.92**			**$ 769.75**	**-$ 41.17**	**-5.08%**	
Total Bill after Taxes			**$ 13,614.91**			**$ 13,598.90**	**-$ 16.02**	**-0.12%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Sentinel Lighting

Consumption 400,000 kWh
1000 kW ***Loss Factor 1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 5.1100**	$ 5,110.00	1,000	$ 5.1570	$ 5,157.00	$ 47.00	0.92%	18948.84%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 0.9154	$ 915.40	1,000	$ 0.9154	$ 915.40	$ -	0.00%	3363.54%
Sub-Total			**$ 6,026.65**			**$ 6,075.30**	**$ 48.65**	**0.81%**	**14.33%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	12.99%
Other Charges (kW)	1,043	$ 2.7494	$ 2,867.07	1,043	$ 2.7494	$ 2,867.07	$ -	0.00%	6.76%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.10%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	65.81%
Total Bill before Taxes			**$ 42,340.00**			**$ 42,388.65**	**$ 48.65**	**0.11%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,681.53**			**$ 2,543.32**	**-$ 138.21**	**-5.15%**	
Total Bill after Taxes			**$ 45,021.53**			**$ 44,931.97**	**-$ 89.56**	**-0.20%**	

Sentinel Lighting

Consumption 1,000,000 kWh
3000 kW ***Loss Factor 1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 5.1100**	$ 15,330.00	3,000	$ 5.1570	$ 15,471.00	$ 141.00	0.92%	56846.53%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 0.9154	$ 2,746.20	3,000	$ 0.9154	$ 2,746.20	$ -	0.00%	10090.62%
Sub-Total			**$ 18,077.45**			**$ 18,220.10**	**$ 142.65**	**0.79%**	**16.50%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.46%
Other Charges (kW)	3,128	$ 2.7494	$ 8,601.22	3,128	$ 2.7494	$ 8,601.22	$ -	0.00%	7.79%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%
Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	63.21%
Total Bill before Taxes			**$ 110,304.48**			**$ 110,447.14**	**$ 142.65**	**0.13%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,985.95**			**$ 6,626.83**	**-$ 359.12**	**-5.14%**	
Total Bill after Taxes			**$ 117,290.43**			**$ 117,073.97**	**-$ 216.47**	**-0.18%**	

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

Storm Costs - Z factor - Bill Impact - May 1 to April 30

Regulated Price Plan Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	800	$	0.058	800	$	0.058
greater than	> 800	$	0.067	> 800	$	0.067

Regulated Price Plan Non-Residential	2006 Threshold		2006 $ / kWh	2007 Threshold		2007 $ / kWh
less than or equal to	750	$	0.058	750	$	0.058
greater than	> 750	$	0.067	> 750	$	0.067

Sentinel Lighting

Consumption	1,500,000 kWh 4000 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 1.25			$ 1.26	$ 0.01	0.80%	4.63%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 5.1100**	$ 20,440.00	4,000	$ 5.1570	$ 20,628.00	$ 188.00	0.92%	75795.38%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 0.9154	$ 3,661.60	4,000	$ 0.9154	$ 3,661.60	$ -	0.00%	13454.16%
Sub-Total			**$ 24,102.85**			**$ 24,292.50**	**$ 189.65**	**0.79%**	**15.07%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	12.81%
Other Charges (kW)	4,171	$ 2.7494	$ 11,468.30	4,171	$ 2.7494	$ 11,468.30	$ -	0.00%	7.11%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	64.98%
Total Bill before Taxes			**$ 161,013.24**			**$ 161,202.89**	**$ 189.65**	**0.12%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 10,197.51**			**$ 9,672.17**	**-$ 525.33**	**-5.15%**	
Total Bill after Taxes			**$ 171,210.74**			**$ 170,875.07**	**-$ 335.68**	**-0.20%**	

Street Lighting

Consumption	100,000 kWh 500 kW	Loss Factor 1.0428

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	500	**$ 3.4758**	$ 1,737.90	500	$ 3.5078	$ 1,753.90	$ 16.00	0.92%	6444.52%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	100,000	$ -	$ -	100,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	500	$ 1.1016	$ 550.80	500	$ 1.1016	$ 550.80	$ -	0.00%	2023.86%
Sub-Total			**$ 2,289.53**			**$ 2,307.18**	**$ 17.65**	**0.77%**	**18.88%**
Other Charges (kWh)	104280	$ 0.0132	$ 1,376.50	104280	$ 0.0132	$ 1,376.50	$ -	0.00%	11.27%
Other Charges (kW)	521	$ 2.9826	$ 1,555.13	521	$ 2.9826	$ 1,555.13	$ -	0.00%	12.73%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.36%
Cost of Power Commodity (kWh)	103,530	$ 0.0670	$ 6,936.51	103,530	$ 0.0670	$ 6,936.51	$ -	0.00%	56.77%
Total Bill before Taxes			**$ 12,201.16**			**$ 12,218.82**	**$ 17.65**	**0.14%**	**100%**

2007 INCENTIVE RATE MECHANISM ADJUSTMENT MODEL

Lakeland Power Distribution Ltd.

EB-2007-0551, EB-2005-0388

January 26, 2007

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Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

	2006 CHARGE $		2007 CHARGE $	IMPACT $	%	% of Total Bill
GST (2006 - 7%, 2007 - 6%)	**$ 772.74**		**$ 733.13**	**-$ 39.61**	**-5.13%**	
Total Bill after Taxes	**$ 12,973.90**		**$ 12,951.95**	**-$ 21.96**	**-0.17%**	

Street Lighting

Consumption	400,000 kWh 1000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	1,000	**$ 3.4758**	$ 3,475.80	1,000	$ 3.5078	$ 3,507.80	$ 32.00	0.92%	12889.04%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	400,000	$ -	$ -	400,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	1,000	$ 1.1016	$ 1,101.60	1,000	$ 1.1016	$ 1,101.60	$ -	0.00%	4047.71%
Sub-Total			**$ 4,578.23**			**$ 4,611.88**	**$ 33.65**	**0.74%**	**11.20%**
Other Charges (kWh)	417120	$ 0.0132	$ 5,505.98	417120	$ 0.0132	$ 5,505.98	$ -	0.00%	13.37%
Other Charges (kW)	1,043	$ 2.9826	$ 3,110.26	1,043	$ 2.9826	$ 3,110.26	$ -	0.00%	7.55%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.11%
Cost of Power Commodity (kWh)	416,370	$ 0.0670	$ 27,896.79	416,370	$ 0.0670	$ 27,896.79	$ -	0.00%	67.76%
Total Bill before Taxes			**$ 41,134.76**			**$ 41,168.41**	**$ 33.65**	**0.08%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 2,605.20**			**$ 2,470.10**	**-$ 135.10**	**-5.19%**	
Total Bill after Taxes			**$ 43,739.96**			**$ 43,638.52**	**-$ 101.44**	**-0.23%**	

Street Lighting

Consumption	1,000,000 kWh 3000 kW	*Loss Factor 1.0428*

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	3,000	**$ 3.4758**	$ 10,427.40	3,000	$ 3.5078	$ 10,523.40	$ 96.00	0.92%	38667.11%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,000,000	$ -	$ -	1,000,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	3,000	$ 1.1016	$ 3,304.80	3,000	$ 1.1016	$ 3,304.80	$ -	0.00%	12143.13%
Sub-Total			**$ 13,733.03**			**$ 13,830.68**	**$ 97.65**	**0.71%**	**12.95%**
Other Charges (kWh)	1042800	$ 0.0132	$ 13,764.96	1042800	$ 0.0132	$ 13,764.96	$ -	0.00%	12.89%
Other Charges (kW)	3,128	$ 2.9826	$ 9,330.77	3,128	$ 2.9826	$ 9,330.77	$ -	0.00%	8.74%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.04%

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Regulated Price Plan Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	800	$ 0.058	800	$ 0.058
greater than	> 800	$ 0.067	> 800	$ 0.067

Regulated Price Plan Non-Residential	2006 Threshold	2006 $ / kWh	2007 Threshold	2007 $ / kWh
less than or equal to	750	$ 0.058	750	$ 0.058
greater than	> 750	$ 0.067	> 750	$ 0.067

Cost of Power Commodity (kWh)	1,042,050	$ 0.0670	$ 69,817.35	1,042,050	$ 0.0670	$ 69,817.35	$ -	0.00%	65.38%
Total Bill before Taxes			**$ 106,689.61**			**$ 106,787.26**	**$ 97.65**	**0.09%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 6,757.01**			**$ 6,407.24**	**-$ 349.77**	**-5.18%**	
Total Bill after Taxes			**$ 113,446.61**			**$ 113,194.50**	**-$ 252.12**	**-0.22%**	

Street Lighting

Consumption	1,500,000 kWh 4000 kW	***Loss Factor***	***1.0428***

	2006 BILL			2007 BILL			IMPACT		
	Volume	RATE $	CHARGE $	Volume	RATE $	CHARGE $	$	%	% of Total Bill
Monthly Service Charge			$ 0.83			$ 0.84	$ 0.01	1.20%	3.09%
Distribution (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Distribution (kW)	4,000	**$ 3.4758**	$ 13,903.20	4,000	$ 3.5078	$ 14,031.20	$ 128.00	0.92%	51556.14%
Rate Rider - Z-Factor ($)		$ -	$ -	0	$ -	$ 1.64	$ 1.64	0.00%	6.04%
Regulatory Assets (kWh)	1,500,000	$ -	$ -	1,500,000	$ -	$ -	$ -	0.00%	0.00%
Regulatory Assets (kW)	4,000	$ 1.1016	$ 4,406.40	4,000	$ 1.1016	$ 4,406.40	$ -	0.00%	16190.84%
Sub-Total			**$ 18,310.43**			**$ 18,440.08**	**$ 129.65**	**0.71%**	**11.80%**
Other Charges (kWh)	1564200	$ 0.0132	$ 20,647.44	1564200	$ 0.0132	$ 20,647.44	$ -	0.00%	13.21%
Other Charges (kW)	4,171	$ 2.9826	$ 12,441.02	4,171	$ 2.9826	$ 12,441.02	$ -	0.00%	7.96%
Cost of Power Commodity (kWh)	750	$ 0.0580	$ 43.50	750	$ 0.0580	$ 43.50	$ -	0.00%	0.03%
Cost of Power Commodity (kWh)	1,563,450	$ 0.0670	$ 104,751.15	1,563,450	$ 0.0670	$ 104,751.15	$ -	0.00%	67.01%
Total Bill before Taxes			**$ 156,193.54**			**$ 156,323.20**	**$ 129.65**	**0.08%**	**100%**
GST (2006 - 7%, 2007 - 6%)			**$ 9,892.26**			**$ 9,379.39**	**-$ 512.87**	**-5.18%**	
Total Bill after Taxes			**$ 166,085.80**			**$ 165,702.59**	**-$ 383.21**	**-0.23%**	