

**Peterborough Distribution Inc.**  
**Reconciliation of 2017 Rate Base (Sched 18) to Financial Statements**

	<u>2016</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>	<u>2017</u>
<b><u>Working Capital Allowance</u></b>			
Controllable expenses (per 2017 PDI FS - Operations and Admin)		9,014	9,014
Cost of Power (per 2017 PDI FS - Purchased Power)		90,971	90,971
Subtotal			99,985
Working Capital Allowance Factor			13%
<b>Working Capital Allowance</b>			<b><u>12,998</u></b>
 <b><u>Rate Base</u></b>			 <b><u>AvgeCap</u></b>
PPE per PDI FS	77,097	79,359	
Less Deferred Contributions (per PDI F.S.)	(15,640)	(16,915)	
Net Capital Assets (Average for 2017 COS)	<u>61,457</u>	<u>62,444</u>	61,951
Allowance for Working Capital, per above			12,998
<b>Rate Base, Per Schedule 18</b>			<b><u>74,949</u></b>