Ontario

2006 COST ALLOCATION INFORMATION FILING

Westario Power Incorporation

EB-2005-0434 EB-2007-0003

Saturday, March 31, 2007

Sheet O1 Revenue to Cost Summary Worksheet - Second Run

Class Revenue, Cost Analysis, and Return on Rate Base

Rate Base Assets		Total	1 Residential	2 GS <50	3 GS>50-Regular	7 Street Light	8 Sentinel	9 Unmetered Scattered Load
crev	Distribution Revenue (sale)	$7,776,630	$4,852,504	$1,099,132	$1,606,590	$190,244	$523	$27,637
mi	Miscellaneous Revenue (mi)	$563,220	$343,197	$80,043	$37,946	$95,255	$137	$6,642
	Total Revenue	**$8,339,850**	**$5,195,701**	**$1,179,175**	**$1,644,536**	**$285,499**	**$660**	**$34,279**
	Expenses							
di	Distribution Costs (di)	$348,955	$98,802	$12,786	$1,310	$232,108	$312	$3,637
cu	Customer Related Costs (cu)	$1,256,144	$834,613	$294,410	$115,768	$416	$19	$10,917
ad	General and Administration (ad)	$2,356,572	$1,333,104	$425,886	$169,086	$406,785	$571	$21,140
dep	Depreciation and Amortization (dep)	$568,974	$229,584	$35,774	$38,188	$260,842	$352	$4,235
INPUT	PILs (INPUT)	$727,274	$291,453	$43,960	$45,238	$340,730	$459	$5,434
INT	Interest	$640,804	$256,800	$38,734	$39,860	$300,219	$404	$4,788
	Total Expenses	**$5,898,724**	**$3,044,356**	**$851,550**	**$409,450**	**$1,541,100**	**$2,117**	**$50,151**
	Direct Allocation	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**
NI	Allocated Net Income (NI)	$1,129,392	$452,600	$68,266	$70,251	$529,124	$712	$8,438
	Revenue Requirement (includes NI)	$7,028,116	$3,496,956	$919,816	$479,702	$2,070,224	$2,829	$58,589
		Revenue Requirement Input Does Not Equal Output						
	Rate Base Calculation							
	Net Assets							
dp	Distribution Plant - Gross	$9,716,120	$3,649,648	$544,089	$534,739	$4,903,244	$6,596	$77,803
gp	General Plant - Gross	$513,854	$192,489	$28,867	$28,821	$259,207	$349	$4,121
accum dep	Accumulated Depreciation	($1,600,652)	($609,604)	($88,180)	($79,557)	($809,508)	($1,088)	($12,716)
co	Capital Contribution	($921,815)	($150,281)	($19,957)	($6,098)	($733,008)	($985)	($11,487)
	Total Net Plant	**$7,707,507**	**$3,082,252**	**$464,820**	**$477,905**	**$3,619,935**	**$4,873**	**$57,722**

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Rate Base Assets		Total	1 Residential	2 GS <50	3 GS>50-Regular	7 Street Light	8 Sentinel	9 Unmetered Scattered Load
	Directly Allocated Net Fixed Assets	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**
COP	Cost of Power (COP)	**$30,363,546**	$14,244,900	$4,934,989	$10,807,482	$337,584	$926	$37,666
	OM&A Expenses	**$3,961,671**	$2,266,519	$733,082	$286,165	$639,309	$902	$35,694
	Directly Allocated Expenses	**$0**	$0	$0	$0	$0	$0	$0
	Subtotal	***$34,325,218***	***$16,511,419***	***$5,668,071***	***$11,093,647***	***$976,893***	***$1,828***	***$73,361***
	Working Capital	**$5,148,783**	**$2,476,713**	**$850,211**	**$1,664,047**	**$146,534**	**$274**	**$11,004**
	Total Rate Base	**$12,856,290**	**$5,558,965**	**$1,315,031**	**$2,141,952**	**$3,766,469**	**$5,147**	**$68,726**
		Rate Base Input Does Not Equal Output						
	Equity Component of Rate Base	**$6,428,145**	**$2,779,482**	**$657,515**	**$1,070,976**	**$1,883,235**	**$2,574**	**$34,363**
	Net Income on Allocated Assets	**$2,441,126**	**$2,151,345**	**$327,625**	**$1,235,085**	**($1,255,601)**	**($1,457)**	**($15,872)**
	Net Income on Direct Allocation Assets	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**
	Net Income	**$2,441,126**	**$2,151,345**	**$327,625**	**$1,235,085**	**($1,255,601)**	**($1,457)**	**($15,872)**
	RATIOS ANALYSIS							
	REVENUE TO EXPENSES %	**118.66%**	148.58%	128.20%	342.82%	13.79%	23.32%	58.51%
	EXISTING REVENUE MINUS ALLOCATED COSTS	**$1,311,734**	$1,698,745	$259,359	$1,164,834	($1,784,725)	($2,169)	($24,310)
	RETURN ON EQUITY COMPONENT OF RATE BASE	37.98%	77.40%	49.83%	115.32%	-66.67%	-56.61%	-46.19%