Regional Revenues and Costs (F&P portion)

December 6, 2012 Operating Board Meeting

Attachment 2

	2012 1Q YTD (1/1-3/31)			2012 2Q YTD (1/1-6/30)			2012 3Q YTD (1/1-9/30)		
	Rate Study Projection, March 2011	Estimate	Effect on True Up Balance	Rate Study Projection, March 2011	Estimate	Effect on True Up Balance	Rate Study Projection, March 2011	Estimate	Effect on True Up Balance
Prior year balance	($9,437,393)	($10,192,058)	($754,665)	($9,437,393)	($10,192,058)	($754,665)	($9,437,393)	($10,192,058)	($754,665)
+ Revenues	$11,474,154	$13,222,721	$1,748,567	$29,220,845	$29,350,918	$130,073	$60,225,407	$61,560,490	$1,335,082
- O&M Expense									
Existing Supply	($3,743,930)	($3,495,241)	$248,690	($7,656,344)	($7,969,254)	($312,910)	($14,347,727)	($12,472,560)	$1,875,167
Existing Transmission	($1,442,906)	($1,557,361)	($114,455)	($2,881,470)	($3,369,607)	($488,137)	($5,385,674)	($5,577,782)	($192,108)
New Supply	($148,633)	($184,576)	($35,943)	($311,250)	($290,600)	$20,651	($578,099)	($494,238)	$83,861
- Asset expense									
Existing Supply	($6,578,719)	($7,073,085)	($494,366)	($13,157,438)	($13,814,619)	($657,181)	($19,004,687)	($20,500,895)	($1,496,209)
Existing Transmission	($3,328,428)	($3,272,386)	$56,042	($6,656,856)	($6,391,379)	$265,477	($9,637,972)	($9,484,806)	$153,165
+/- Other Adjustments	$0	$0	$0	$0	$0	$0	$0	$0	$0
= Current balance	($13,205,856)	($12,551,986)	$653,870	($10,879,906)	($12,676,598)	($1,796,692)	$1,833,857	$2,838,151	$1,004,294

Notes:

Revenues are higher thanks to a late summer peak, and costs are mixed as compared to rate study projections.

As mentioned last quarter, the final 2011 regional balance was a deficit of $10.2M, $9.4M of which was already accounted for in the 2012-2014 rate study. (This was one of the main drivers of the rate increase.)

As of 3Q 2012, the surplus is estimated to be $2.8M, which is $1.0M more than projected in the rate study. (The rate study was designed to bring the balance to zero at the end of 2014.) This balance will continue to be tracked, and will be used to adjust rates during the next rate study period: 2015-2017. Translated into Full and Partial rates, this $1.0M surplus would decrease rates by $0.025/ccf for one year.