

Calculation of Revenue Requirement

	A	B	C	D
		Mains Revenue Requirement	Services Revenue Requirement	Total Revenue Requirement
1 Total Net Investment		\$20,886,810	\$49,213	
2 Less: Amount currently in rates		\$0	\$0	
3 Replacement Rural Expansion in Tracker		\$20,886,810	\$49,213	
4 Less: Accumulated Depreciation		(\$302,269)	(\$1,126)	
5 Accumulated Deferred Income Tax		(285,770)	(597)	
6 Net Rate Base		<u>\$20,298,771</u>	<u>\$47,490</u>	
7 Current Commission-Allowed Pre-Tax Rate of Return		8.90%	8.90%	
8 Allowed Pre-Tax Return (Line 6 x Line 7)		\$1,806,591	\$4,227	
9 Plus: Net Depreciation Expense		\$403,025	\$1,501	
10 Net Taxes Other Than Income (1.2% x Line 6)		<u>\$243,585</u>	<u>\$570</u>	
11 Total Revenue Requirement		\$2,453,201	\$6,297	
12 Previous Revenue Requirement		\$0	\$0	
13 Incremental Revenue Requirement		<u>\$2,453,201</u>	<u>\$6,297</u>	<u>\$2,459,499</u>