



SNR Informal Rates Process - October 29, 2009 Meeting

Estimate of FY 2013 Cost & Plant, with the Current Facility Ratio

Allocation of Western's Costs between Transmission and Non-Transmission/Generation
Includes currently funded plant of \$125 million and 3% inflation to O&M

Line Description	Total Plant/Cost (Western)	Transmission	Generation
A. CVP Plant Investment			
Western	\$376,701,229	50%	50%
B. O&M			
Western	\$56,559,480	\$28,279,740	\$28,279,740
C. Depreciation			
Western	\$8,526,664	\$4,263,332	\$4,263,332
D. Interest (Cost of Capital)			
Western	\$4,047,514	\$2,023,757	\$2,023,757
F. Revenue Requirement	\$69,133,658	\$34,566,829	\$34,566,829

Estimate of FY 2013 Cost & Plant, with the Projected Facility Ratio

Allocation of Western's Costs between Transmission and Non-Transmission/Generation
Includes currently funded plant of \$125 million and 3% inflation to O&M

Line Description	Total Plant/Cost (Western)	Transmission	Generation
A. CVP Plant Investment			
Western	\$376,701,229	65%	35%
B. O&M			
Western	\$56,559,480	\$36,763,662	\$19,795,818
C. Depreciation			
Western	\$8,526,664	\$5,542,332	\$2,984,332
D. Interest (Cost of Capital)			
Western	\$4,047,514	\$2,630,884	\$1,416,630
F. Revenue Requirement	\$69,133,658	\$44,936,878	\$24,196,780

NOTE: Costs displayed above do NOT include Reclamation's cost because,

1. Reclamation's costs are assigned 100% to non-transmission and
2. Intent is to show effect of change in facility ratios.

Source: SNR Rates Staff. Note that this is for discussion purposes only.