GAZIFÈRE INC.
CALCULATION OF REVENUE REQUIREMENT AND REVENUE (DEFICIENCY)/SUFFICIENCY

	Year 1	Year 2	Year 3	Year 4	Year 5
CAPITAL	($ Millions)	($ Millions)	($ Millions)	($ Millions)	($ Millions)
Beginning Balance (PPE)	-	4.975	4.856	4.737	4.619
Investments Made	5.094	-	-	-	-
Depreciation	0.119	0.119	0.119	0.119	0.119
Ending Balance (PPE)	4.975	4.856	4.737	4.619	4.500
Working Capital	0.054	-	-	-	-
Average Incremental Rate Base	2.51	4.92	4.80	4.68	4.56
REVENUE REQUIREMENT					
Rate of Return on Rate Base @ 6.44%	**0.162**	**0.320**	**0.312**	**0.305**	**0.297**
Add: **After Tax**					
Depreciation	0.119	0.119	0.119	0.119	0.119
Large corporate and Capital Tax	-	-	-	-	-
O&M	0.018	0.018	0.018	0.018	0.018
Municipal Tax	0.031	0.030	0.030	0.029	0.028
Gas Costs	1.828	1.828	1.828	1.828	1.828
Less: CCA Tax shield	0.041	0.080	0.075	0.070	0.066
Interest tax shield	0.022	0.044	0.043	0.042	0.041
After tax revenue requirement	2.095	2.192	2.189	2.186	2.183
Income tax requirement	0.771	0.807	0.806	0.805	0.803
Revenue requirement	2.866	2.998	2.995	2.991	2.987
REVENUE (DEFICIENCY)/SUFFICIENCY					
Total Forecasted Effective Revenue	3.548	3.548	3.548	3.548	3.548
Less:Revenue Requirement	2.866	2.998	2.995	2.991	2.987
Revenue (deficiency) / sufficiency	**0.682**	**0.550**	**0.553**	**0.557**	**0.561**

Original: 2013-05-08