

General

Q. Expressed as percentage, compare the total proposed capital expenditure for 2004, 2005 and the average annual from the 2006-2008 estimates, with:

- a) cash flow from operations for the relevant year,**
- b) net income for the relevant year,**
- c) sales (expressed in revenue) for the relevant year.**

A. Table 1 below provides a comparison of total proposed capital expenditures for 2004, 2005 and the annual average for the 2006-2008 period expressed as a percentage of (a) cash flow from operations, (b) net income for the relevant year and (c) revenue for the relevant year.

Table 1¹			
	2004 Plan	2005 Plan	Average 2006-2008
(a) Percent of Cash Flow	85.1%	85.6%	79.5%
(b) Percent of Net Income	176.3%	183.8%	208.7%
(c) Percent of Revenue ²	14.1%	14.3%	13.2%

¹ Cash flow, Net Income and Revenue projections used are subject to change and variation as actual amounts for each of the forecast years become known, and as assumptions and circumstances change.

² Revenue used in ratio is revenue from electrical rates and does not include miscellaneous revenue.