

1 Q. **2013 Forward Average Rate Base**

2 Please show the calculation to determine the 2013 cash working capital allowance
3 of \$5,336 as shown on line 16 of the Finance Schedule I page 5 of 11.

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6 A. Please see the following table:

Working Capital Calculation

	2013 Proposed
Revenue Lag (Days)	40.41
Minus: Expense Lag (Days)	23.45
Net Lag Days	16.95
Divide by 365 days	4.64%

	\$ 000s
Operating Expenses	115,928
Power Purchases	58,674
Regulated Operating Costs and Power Purchases	174,602
Working Capital	8,102
Less: HST Adjustment	2,766
Net Working Capital Required	5,336