



**2014 RATE APPLICATION  
CONSULTANT INTERROGATORIES ROUND ONE**

**Round1 – Consultant Q112C:**

Please provide the following:

- a) for each year from 2010 to 2012 actual and 2013 projected, for each project in each major capital asset category (T&D, Power Production, Other) the budgeted allocation, the actual results in terms of project direct costs, capitalized interest and overheads, and other charges, quantify and explain all major variances. Please indicate the reason for each (i.e. replacement, refurbishment, capacity upgrade, and new assets to accommodate growth).
- b) also provide the related Depreciation and Finance expenses, Corporate Capital Tax and Other costs related to the annual capital programs.
- c) please provide the same information, as well as any cost/benefit analyses completed on a forecast basis, for the capital programs for 2014, 2015 and 2016.

**Response:**

The following is a summary of depreciation and finance expense, corporate capital taxes and other costs as they relate to SaskPower’s 2014 to 2016 capital program.

<b>Depreciation, Finance Charges &amp; Capital Taxes</b>			
<i>(in \$ millions)</i>	<b>2014</b>	<b>2015</b>	<b>2016</b>
<b>Depreciation</b>			
SaskPower Depreciation	\$367.5	\$399.0	\$424.3
Asset Retirement Asset - Depn Expense	1.4	1.4	1.4
<b>Total SaskPower Depreciation</b>	<b>\$368.9</b>	<b>\$400.4</b>	<b>\$425.7</b>
Capital Lease Amortization	56.4	60.4	64.4
<b>Total Depreciation</b>	<b>\$425.3</b>	<b>\$460.8</b>	<b>\$490.1</b>
<b>Finance Charges</b>			
Accretion	\$4.1	\$5.0	\$5.0
Capital Lease	165.4	173.3	180.7
<b>Total SaskPower Capital Finance Charges</b>	<b>\$169.5</b>	<b>\$178.3</b>	<b>\$185.7</b>
<b>Capital Taxes</b>			
Capital Taxes	34.5	37.4	38.6
<b>Total SaskPower Capital Taxes</b>	<b>\$34.5</b>	<b>\$37.4</b>	<b>\$38.6</b>
2014 to 2016 figures based on 2014 Business Plan			

In addition to this response, SaskPower is in the process of finalizing its detailed listing of capital projects. The numbers included in these documents may differ from what was



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reported in the business plan based on revised/updated information. Once completed, this information will be made available to the Saskatchewan Rate Review Panel.