

Northern Border Pipeline Company  
 Classification of Cost of Service

Line No.	Description (a)	Schedule Reference (b)	Market Area Total (c)	Fixed (d)	Variable (e)	F/N ID
O&M EXPENSES:						
Transmission Expense-Operations						
1 850	Labor		1,344,333	1,344,333		0
2	Mat & Other		687,092	687,092		0
3 851	Labor		212,433	212,433		0
4	Mat & Other		11,319	11,319		0
5 852	Labor		341,183	341,183		0
6	Mat & Other		188,956	188,956		0
7 853	Labor		746,625	746,625		0
8	Mat & Other		1,909,243	0	1,909,243	
9 855	Mat & Other		7,323,097	4,254,365	3,068,731	
10 856	Labor		293,364	293,364		0
11	Mat & Other		416,816	416,816		0
12 857	Labor		136,119	136,119		0
13	Mat & Other		121,595	121,595		0
14 860	Mat & Other		(4,131)	(4,131)		0
15	Total Operations Expense		13,728,044	8,750,069	4,977,974	
Maintenance						
16 862	Labor		4,745	4,745		0
17	Mat & Other		16,483	16,483		0
18 863	Labor		240,075	240,075		0
19	Mat & Other		678	678		0
20 864	Labor		560,394	560,394		0
21	Mat & Other		1,095	0	1,095	
22 865	Labor		140,215	140,215		0
23	Mat & Other		638	638		0
24	Total Maintenance Expense		964,323	963,228	1,095	
25	Total Transmission Expenses		14,692,367	9,713,297	4,979,069	
Sales Expenses						
26 912	Mat & Other		38,654	38,654		0
27 913	Mat & Other		21,640	21,640		0
28	Total Sales Expenses		60,294	60,294		0
Administration & General Expense						
29 920	Labor		3,546,829	3,546,829		0
30 921	Mat & Other		1,213,139	1,213,139		0
31 922	Mat & Other		(33,022)	(33,022)		0
32 923	Mat & Other		1,301,377	1,301,377		0
33 924	Mat & Other		92,809	92,809		0
34 925	Mat & Other		676,744	676,744		0
35 926	Mat & Other		4,355,344	4,355,344		0
36 928	Mat & Other		478,029	478,029		0
37 930.1	Mat & Other		1,212,804	1,212,804		0
38 930.2	Mat & Other		35,836	35,836		0
39 931	Mat & Other		169,356	169,356		0
40	Total Administration & General Donations		13,049,245	13,049,245		0
41 426.1			24,545	24,545		0
42	Total Oper & Maint Expense	H-1	27,826,451	22,847,381	4,979,069	
43	Depreciation and Amortization	H-2	56,543,565	56,543,565		0
44	Amortization of Certain Regulatory Assets	B-2	(486,169)	(486,169)		0
RETURN ON RATE BASE:						
45	Debt Component		29,018,472	29,018,472		0
46	Equity Component		57,058,792	57,058,792		0
47	Total Return	B	86,077,264	86,077,264		0
48	State and Federal Income Taxes		36,065,056	36,065,056		0
TAXES OTHER THAN INCOME:						
49	Ad Valorem Taxes		15,092,571	15,092,571		0
50	Payroll Taxes		626,854	626,854		0
51	Compressor Fuel Use Tax		1,472,061	0	1,472,061	
52	Other Taxes		6,040	6,040		0
53	Total Taxes Other Than Income	H-4	17,197,526	15,725,465	1,472,061	
54	Total Cost of Service		<u>\$223,223,692</u>	<u>\$216,772,562</u>	<u>\$6,451,130</u>	