

Northern Border Pipeline Company
Summary of Costs by Supply Zone and Market Area

Line No.	Description	Schedule Reference	Ratio	Total	Transmission Supply Zone	Market Area	F/N ID
	(a)	(b)	(c)	(d)	(e)	(f)	
	O&M EXPENSES:						
	Transmission Expense-Operations						
1	850 Labor		FL	2,149,901	805,568	1,344,333	
2	Mat & Other		MO	1,104,117	417,025	687,092	
3	851 Labor		FL	339,730	127,297	212,433	
4	Mat & Other		MO	18,189	6,870	11,319	
5	852 Labor		FL	545,631	204,448	341,183	
6	Mat & Other		MO	303,641	114,685	188,956	
7	853 Labor		FL	1,194,027	447,402	746,625	
8	Mat & Other		MO	3,068,042	1,158,799	1,909,243	
9	855 Mat & Other		AC	0	0	0	
10	856 Labor		FL	469,157	175,793	293,364	
11	Mat & Other		MO	669,799	252,983	416,816	
12	857 Labor		FL	217,686	81,567	136,119	
13	Mat & Other		MO	195,396	73,801	121,595	
14	860 Mat & Other		MO	(6,638)	(2,507)	(4,131)	
15	Total Operations Expense			10,268,678	3,863,731	6,404,947	
	Maintenance						
16	862 Labor		FL	7,589	2,844	4,745	
17	Mat & Other		MO	26,488	10,005	16,483	
18	863 Labor		FL	383,935	143,860	240,075	
19	Mat & Other		MO	1,089	411	678	
20	864 Labor		FL	896,201	335,807	560,394	
21	Mat & Other		MO	1,760	665	1,095	
22	865 Labor		FL	224,237	84,022	140,215	
23	Mat & Other		MO	1,025	387	638	
24	Total Maintenance Expense			1,542,324	578,001	964,323	
25	Total Transmission Expenses			11,811,002	4,441,732	7,369,270	
	Sales Expenses						
26	912 Mat & Other		ZM	56,602	17,948	38,654	
27	913 Mat & Other		ZM	31,688	10,048	21,640	
28	Total Sales Expenses			88,290	27,996	60,294	
	Administration & General Expense						
29	920 Labor		ZM	5,193,775	1,646,946	3,546,829	
30	921 Mat & Other		ZM	1,776,452	563,313	1,213,139	
31	922 Mat & Other		ZM	(48,356)	(15,334)	(33,022)	
32	923 Mat & Other		ZM	1,905,662	604,285	1,301,377	
33	924 Mat & Other		ZM	135,904	43,095	92,809	
34	925 Mat & Other		ZM	990,985	314,241	676,744	
35	926 Mat & Other		ZM	6,377,718	2,022,374	4,355,344	
36	928 Mat & Other		ZM	699,999	221,970	478,029	
37	930.1 Mat & Other		ZM	1,775,961	563,157	1,212,804	
38	930.2 Mat & Other		ZM	52,476	16,640	35,836	
39	931 Mat & Other		ZM	247,995	78,639	169,356	
40	Total Administration & General			19,108,571	6,059,326	13,049,245	
	Donations						
41	426.1		ZM	35,943	11,398	24,545	
42	Total Oper & Maint Expense	H-1		31,043,806	10,540,452	20,503,354	
43	Depreciation and Amortization	H-2		86,896,520	30,352,954	56,543,566	
44	Amortization of Certain Regulatory Assets	B-2		(711,918)	(225,749)	(486,169)	
	RETURN ON RATE BASE:						
45	Debt Component			40,911,422	11,892,950	29,018,471	
46	Equity Component			80,443,807	23,385,015	57,058,792	
47	Total Return	B		121,355,229	35,277,965	86,077,263	
48	Federal and State Income Taxes	H-3		50,845,984	14,780,928	36,065,056	
	TAXES OTHER THAN INCOME:						
49	Ad Valorem Taxes			30,436,291	15,343,720	15,092,571	
50	Payroll Taxes			962,761	335,907	626,854	
51	Other Taxes			8,844	2,804	6,040	
52	Total Taxes Other Than Income	H-4		31,407,896	15,682,431	15,725,465	
53	Total Cost of Service	A		<u>\$320,837,517</u>	<u>\$106,408,981</u>	<u>\$214,428,535</u>	