

ROVER PIPELINE LLCCost of Service - Mainline Segment
Summary

Line No.	Description	YEAR 1 (a)	YEAR 2 (b)	YEAR 3 (c)	YEAR 4 (d)	YEAR 5 (e)	YEAR 6 (f)	YEAR 7 (g)	YEAR 8 (h)	YEAR 9 (i)	YEAR 10 (j)
1	Operating Expenses	\$ 7,150,701	\$ 7,365,200	\$ 7,586,200	\$ 7,813,700	\$ 8,048,200	\$ 8,289,600	\$ 8,538,200	\$ 8,794,400	\$ 9,058,200	\$ 9,329,900
2	Depreciation Expense	53,633,696	53,633,696	53,633,696	53,633,696	53,633,696	53,633,696	53,633,696	53,633,696	53,633,696	53,633,696
3	Taxes - Other Than Income	122,294,752	118,639,066	115,093,449	111,654,604	108,319,346	105,084,575	101,947,286	98,904,581	95,953,623	93,091,680
4	Return	202,108,090	191,183,067	181,031,037	171,570,633	162,736,759	154,472,459	146,476,673	138,480,886	130,476,963	122,481,176
5	Federal Income Taxes	72,755,699	68,176,696	64,671,121	61,399,215	58,340,535	55,476,096	52,654,007	49,783,724	46,909,062	44,040,240
6	State Income Taxes	13,268,517	12,433,440	11,794,125	11,197,425	10,639,611	10,117,221	9,602,554	9,079,099	8,554,844	8,031,655
7	Revenue Credits	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>	<u>(937,958)</u>
8	Total	<u>\$ 470,273,497</u>	<u>\$ 450,493,207</u>	<u>\$432,871,670</u>	<u>\$ 416,331,315</u>	<u>\$400,780,189</u>	<u>\$386,135,689</u>	<u>\$371,914,458</u>	<u>\$357,738,428</u>	<u>\$343,648,430</u>	<u>\$329,670,389</u>

ROVER PIPELINE LLC

Cost of Service
Operation and Maintenance Expenses - Total

Line No.	Account	Description	YEAR 1 (a)	YEAR 2 (b)	YEAR 3 (c)	YEAR 4 (d)	YEAR 5 (e)	YEAR 6 (f)	YEAR 7 (g)	YEAR 8 (h)	YEAR 9 (i)	YEAR 10 (j)
		<u>Transmission Expense</u>										
1	850.00	Operation Supervision and Engineering	\$ 1,274,130	\$ 1,312,400	\$ 1,351,600	\$ 1,392,200	\$ 1,433,900	\$ 1,476,900	\$ 1,521,300	\$ 1,567,000	\$ 1,614,100	\$ 1,662,500
2	851.00	System Control and Load Dispatching	292,578	301,300	310,400	319,700	329,300	339,200	349,400	359,900	370,700	381,800
3	852.00	Communication System Expenses	-	-	-	-	-	-	-	-	-	-
4	853.00	Compressor Station Labor and Expenses	943,800	972,100	1,001,300	1,031,300	1,062,300	1,094,100	1,126,900	1,160,700	1,195,500	1,231,300
5	854.00	Gas for Compressor Station Fuel	-	-	-	-	-	-	-	-	-	-
6	855.00	Other Fuel and Power For Compressor Stations	-	-	-	-	-	-	-	-	-	-
7	856.00	Mains Expenses	707,850	729,100	751,000	773,500	796,700	820,600	845,200	870,600	896,700	923,600
8	857.00	Measuring and Regulating Station Expenses	504,933	520,000	535,600	551,700	568,300	585,400	602,900	620,900	639,500	658,700
9	858.00	Transmission and Compression of Gas by Others	-	-	-	-	-	-	-	-	-	-
10	859.00	Other Expenses	-	-	-	-	-	-	-	-	-	-
11	860.00	Rents	14,629	15,100	15,600	16,100	16,600	17,100	17,600	18,100	18,600	19,200
12		Total Operation	<u>3,737,920</u>	<u>3,850,000</u>	<u>3,965,500</u>	<u>4,084,500</u>	<u>4,207,100</u>	<u>4,333,300</u>	<u>4,463,300</u>	<u>4,597,200</u>	<u>4,735,100</u>	<u>4,877,100</u>
13	861.00	Maintenance Supervision and Engineering	471,900	486,100	500,600	515,500	531,000	546,800	563,200	580,000	597,400	615,200
14	862.00	Maintenance of Structures and Improvements	-	-	-	-	-	-	-	-	-	-
15	863.00	Maintenance of Mains	802,230	826,300	851,100	876,600	902,900	930,000	957,900	986,700	1,016,300	1,046,800
16	864.00	Maintenance of Compressor Station Equipment	401,115	413,100	425,500	438,300	451,500	465,100	479,100	493,500	508,300	523,600
17	865.00	Maintenance of Measuring and Regulating Station Equipment	306,735	315,900	325,400	335,200	345,200	355,600	366,200	377,200	388,500	400,200
18	866.00	Maintenance of Communication Equipment	-	-	-	-	-	-	-	-	-	-
19	867.00	Maintenance of Other Equipment	15,101	15,600	16,100	16,600	17,100	17,600	18,100	18,600	19,200	19,800
20		Total Maintenance	<u>1,997,081</u>	<u>2,057,000</u>	<u>2,118,700</u>	<u>2,182,200</u>	<u>2,247,700</u>	<u>2,315,100</u>	<u>2,384,500</u>	<u>2,456,000</u>	<u>2,529,700</u>	<u>2,605,600</u>
21		Total Transmission Expense	<u>\$ 5,735,001</u>	<u>\$ 5,907,000</u>	<u>\$ 6,084,200</u>	<u>\$ 6,266,700</u>	<u>\$ 6,454,800</u>	<u>\$ 6,648,400</u>	<u>\$ 6,847,800</u>	<u>\$ 7,053,200</u>	<u>\$ 7,264,800</u>	<u>\$ 7,482,700</u>
		<u>Administrative and General Expense</u>										
22	920.00	Administrative and General Salaries	235,950	243,000	250,300	257,800	265,500	273,500	281,700	290,200	298,900	307,900
23	921.00	Office Supplies and Expenses	94,380	97,200	100,100	103,100	106,200	109,400	112,700	116,100	119,600	123,200
24	922.00	Administrative Expenses Transferred - Credit	-	-	-	-	-	-	-	-	-	-
25	923.00	Outside Services Employed	-	-	-	-	-	-	-	-	-	-
26	924.00	Property Insurance	283,140	291,700	300,500	309,500	318,800	328,300	338,100	348,200	358,600	369,300
27	925.00	Injuries and Damages	188,760	194,400	200,200	206,200	212,400	218,800	225,400	232,200	239,200	246,400
28	926.00	Employee Pensions and Benefits	613,470	631,900	650,900	670,400	690,500	711,200	732,500	754,500	777,100	800,400
29	928.00	Regulatory Commission Expenses	-	-	-	-	-	-	-	-	-	-
30	930.10	General Advertising Expenses	-	-	-	-	-	-	-	-	-	-
31	930.20	Miscellaneous General Expenses	-	-	-	-	-	-	-	-	-	-
32	931.00	Rents	-	-	-	-	-	-	-	-	-	-
33		Total Operation	<u>1,415,700</u>	<u>1,458,200</u>	<u>1,502,000</u>	<u>1,547,000</u>	<u>1,593,400</u>	<u>1,641,200</u>	<u>1,690,400</u>	<u>1,741,200</u>	<u>1,793,400</u>	<u>1,847,200</u>
34	932.00	Maintenance of General Plant	-	-	-	-	-	-	-	-	-	-
35		Total Maintenance	-	-	-	-	-	-	-	-	-	-
36		Total Administrative and General	<u>\$ 1,415,700</u>	<u>\$ 1,458,200</u>	<u>\$ 1,502,000</u>	<u>\$ 1,547,000</u>	<u>\$ 1,593,400</u>	<u>\$ 1,641,200</u>	<u>\$ 1,690,400</u>	<u>\$ 1,741,200</u>	<u>\$ 1,793,400</u>	<u>\$ 1,847,200</u>
37		Grand Total	<u>\$ 7,150,701</u>	<u>\$ 7,365,200</u>	<u>\$ 7,586,200</u>	<u>\$ 7,813,700</u>	<u>\$ 8,048,200</u>	<u>\$ 8,289,600</u>	<u>\$ 8,538,200</u>	<u>\$ 8,794,400</u>	<u>\$ 9,058,200</u>	<u>\$ 9,329,900</u>

ROVER PIPELINE LLC

Cost of Service
Operation and Maintenance Expenses - Labor

Line No.	Account	Description	YEAR 1 (a)	YEAR 2 (b)	YEAR 3 (c)	YEAR 4 (d)	YEAR 5 (e)	YEAR 6 (f)	YEAR 7 (g)	YEAR 8 (h)	YEAR 9 (i)	YEAR 10 (j)
		<u>Transmission Expense</u>										
1	850.00	Operation Supervision and Engineering	\$ 990,990	\$ 1,020,800	\$ 1,051,400	\$ 1,083,000	\$ 1,115,500	\$ 1,148,900	\$ 1,183,400	\$ 1,218,900	\$ 1,255,500	\$ 1,293,100
2	851.00	System Control and Load Dispatching	141,570	145,800	150,200	154,700	159,300	164,100	169,000	174,100	179,300	184,700
3	852.00	Communication System Expenses	-	-	-	-	-	-	-	-	-	-
4	853.00	Compressor Station Labor and Expenses	377,520	388,800	400,500	412,500	424,900	437,600	450,700	464,200	478,100	492,400
5	854.00	Gas for Compressor Station Fuel	-	-	-	-	-	-	-	-	-	-
6	855.00	Other Fuel and Power For Compressor Stations	-	-	-	-	-	-	-	-	-	-
7	856.00	Mains Expenses	94,380	97,200	100,100	103,100	106,200	109,400	112,700	116,100	119,600	123,200
8	857.00	Measuring and Regulating Station Expenses	283,140	291,600	300,300	309,300	318,600	328,200	338,000	348,100	358,500	369,300
9	858.00	Transmission and Compression of Gas by Others	-	-	-	-	-	-	-	-	-	-
10	859.00	Other Expenses	-	-	-	-	-	-	-	-	-	-
11	860.00	Rents	-	-	-	-	-	-	-	-	-	-
12		Total Operation	<u>1,887,600</u>	<u>1,944,200</u>	<u>2,002,500</u>	<u>2,062,600</u>	<u>2,124,500</u>	<u>2,188,200</u>	<u>2,253,800</u>	<u>2,321,400</u>	<u>2,391,000</u>	<u>2,462,700</u>
13	861.00	Maintenance Supervision and Engineering	188,760	194,500	200,300	206,300	212,600	218,900	225,500	232,200	239,200	246,300
14	862.00	Maintenance of Structures and Improvements	-	-	-	-	-	-	-	-	-	-
15	863.00	Maintenance of Mains	141,570	145,800	150,200	154,700	159,300	164,100	169,000	174,100	179,300	184,700
16	864.00	Maintenance of Compressor Station Equipment	94,380	97,200	100,100	103,100	106,200	109,400	112,700	116,100	119,600	123,200
17	865.00	Maintenance of Measuring and Regulating Station Equipment	47,190	48,600	50,100	51,600	53,100	54,700	56,300	58,000	59,700	61,500
18	866.00	Maintenance of Communication Equipment	-	-	-	-	-	-	-	-	-	-
19	867.00	Maintenance of Other Equipment	-	-	-	-	-	-	-	-	-	-
20		Total Maintenance	<u>471,900</u>	<u>486,100</u>	<u>500,700</u>	<u>515,700</u>	<u>531,200</u>	<u>547,100</u>	<u>563,500</u>	<u>580,400</u>	<u>597,800</u>	<u>615,700</u>
21		Total Transmission Expense	<u>\$ 2,359,500</u>	<u>\$ 2,430,300</u>	<u>\$ 2,503,200</u>	<u>\$ 2,578,300</u>	<u>\$ 2,655,700</u>	<u>\$ 2,735,300</u>	<u>\$ 2,817,300</u>	<u>\$ 2,901,800</u>	<u>\$ 2,988,800</u>	<u>\$ 3,078,400</u>
		<u>Administrative and General Expense</u>										
22	920.00	Administrative and General Salaries	235,950	243,000	250,300	257,800	265,500	273,500	281,700	290,200	298,900	307,900
23	921.00	Office Supplies and Expenses	-	-	-	-	-	-	-	-	-	-
24	922.00	Administrative Expenses Transferred - Credit	-	-	-	-	-	-	-	-	-	-
25	923.00	Outside Services Employed	-	-	-	-	-	-	-	-	-	-
26	924.00	Property Insurance	-	-	-	-	-	-	-	-	-	-
27	925.00	Injuries and Damages	-	-	-	-	-	-	-	-	-	-
28	926.00	Employee Pensions and Benefits	-	-	-	-	-	-	-	-	-	-
29	928.00	Regulatory Commission Expenses	-	-	-	-	-	-	-	-	-	-
30	930.10	General Advertising Expenses	-	-	-	-	-	-	-	-	-	-
31	930.20	Miscellaneous General Expenses	-	-	-	-	-	-	-	-	-	-
32	931.00	Rents	-	-	-	-	-	-	-	-	-	-
33		Total Operation	<u>235,950</u>	<u>243,000</u>	<u>250,300</u>	<u>257,800</u>	<u>265,500</u>	<u>273,500</u>	<u>281,700</u>	<u>290,200</u>	<u>298,900</u>	<u>307,900</u>
34	932.00	Maintenance of General Plant	-	-	-	-	-	-	-	-	-	-
35		Total Maintenance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
36		Total Administrative and General	<u>\$ 235,950</u>	<u>\$ 243,000</u>	<u>\$ 250,300</u>	<u>\$ 257,800</u>	<u>\$ 265,500</u>	<u>\$ 273,500</u>	<u>\$ 281,700</u>	<u>\$ 290,200</u>	<u>\$ 298,900</u>	<u>\$ 307,900</u>
37		Grand Total	<u>\$ 2,595,450</u>	<u>\$ 2,673,300</u>	<u>\$ 2,753,500</u>	<u>\$ 2,836,100</u>	<u>\$ 2,921,200</u>	<u>\$ 3,008,800</u>	<u>\$ 3,099,000</u>	<u>\$ 3,192,000</u>	<u>\$ 3,287,700</u>	<u>\$ 3,386,300</u>

ROVER PIPELINE LLC

Cost of Service
Operation and Maintenance Expenses - Supplies and Expenses

Line No.	Account	Description	YEAR 1 (a)	YEAR 2 (b)	YEAR 3 (c)	YEAR 4 (d)	YEAR 5 (e)	YEAR 6 (f)	YEAR 7 (g)	YEAR 8 (h)	YEAR 9 (i)	YEAR 10 (j)
		<u>Transmission Expense</u>										
1	850.00	Operation Supervision and Engineering	\$ 283,140	\$ 291,600	\$ 300,200	\$ 309,200	\$ 318,400	\$ 328,000	\$ 337,900	\$ 348,100	\$ 358,600	\$ 369,400
2	851.00	System Control and Load Dispatching	151,008	155,500	160,200	165,000	170,000	175,100	180,400	185,800	191,400	197,100
3	852.00	Communication System Expenses	-	-	-	-	-	-	-	-	-	-
4	853.00	Compressor Station Labor and Expenses	566,280	583,300	600,800	618,800	637,400	656,500	676,200	696,500	717,400	738,900
5	854.00	Gas for Compressor Station Fuel	-	-	-	-	-	-	-	-	-	-
6	855.00	Other Fuel and Power For Compressor Stations	-	-	-	-	-	-	-	-	-	-
7	856.00	Mains Expenses	613,470	631,900	650,900	670,400	690,500	711,200	732,500	754,500	777,100	800,400
8	857.00	Measuring and Regulating Station Expenses	221,793	228,400	235,300	242,400	249,700	257,200	264,900	272,800	281,000	289,400
9	858.00	Transmission and Compression of Gas by Others	-	-	-	-	-	-	-	-	-	-
10	859.00	Other Expenses	-	-	-	-	-	-	-	-	-	-
11	860.00	Rents	14,629	15,100	15,600	16,100	16,600	17,100	17,600	18,100	18,600	19,200
12		Total Operation	<u>1,850,320</u>	<u>1,905,800</u>	<u>1,963,000</u>	<u>2,021,900</u>	<u>2,082,600</u>	<u>2,145,100</u>	<u>2,209,500</u>	<u>2,275,800</u>	<u>2,344,100</u>	<u>2,414,400</u>
13	861.00	Maintenance Supervision and Engineering	283,140	291,600	300,300	309,200	318,400	327,900	337,700	347,800	358,200	368,900
14	862.00	Maintenance of Structures and Improvements	-	-	-	-	-	-	-	-	-	-
15	863.00	Maintenance of Mains	660,660	680,500	700,900	721,900	743,600	765,900	788,900	812,600	837,000	862,100
16	864.00	Maintenance of Compressor Station Equipment	306,735	315,900	325,400	335,200	345,300	355,700	366,400	377,400	388,700	400,400
17	865.00	Maintenance of Measuring and Regulating Station Equipment	259,545	267,300	275,300	283,600	292,100	300,900	309,900	319,200	328,800	338,700
18	866.00	Maintenance of Communication Equipment	-	-	-	-	-	-	-	-	-	-
19	867.00	Maintenance of Other Equipment	15,101	15,600	16,100	16,600	17,100	17,600	18,100	18,600	19,200	19,800
20		Total Maintenance	<u>1,525,181</u>	<u>1,570,900</u>	<u>1,618,000</u>	<u>1,666,500</u>	<u>1,716,500</u>	<u>1,768,000</u>	<u>1,821,000</u>	<u>1,875,600</u>	<u>1,931,900</u>	<u>1,989,900</u>
21		Total Transmission Expense	<u>\$ 3,375,501</u>	<u>\$ 3,476,700</u>	<u>\$ 3,581,000</u>	<u>\$ 3,688,400</u>	<u>\$ 3,799,100</u>	<u>\$ 3,913,100</u>	<u>\$ 4,030,500</u>	<u>\$ 4,151,400</u>	<u>\$ 4,276,000</u>	<u>\$ 4,404,300</u>
		<u>Administrative and General Expense</u>										
22	920.00	Administrative and General Salaries	-	-	-	-	-	-	-	-	-	-
23	921.00	Office Supplies and Expenses	94,380	97,200	100,100	103,100	106,200	109,400	112,700	116,100	119,600	123,200
24	922.00	Administrative Expenses Transferred - Credit	-	-	-	-	-	-	-	-	-	-
25	923.00	Outside Services Employed	-	-	-	-	-	-	-	-	-	-
26	924.00	Property Insurance	283,140	291,700	300,500	309,500	318,800	328,300	338,100	348,200	358,600	369,300
27	925.00	Injuries and Damages	188,760	194,400	200,200	206,200	212,400	218,800	225,400	232,200	239,200	246,400
28	926.00	Employee Pensions and Benefits	613,470	631,900	650,900	670,400	690,500	711,200	732,500	754,500	777,100	800,400
29	928.00	Regulatory Commission Expenses	-	-	-	-	-	-	-	-	-	-
30	930.10	General Advertising Expenses	-	-	-	-	-	-	-	-	-	-
31	930.20	Miscellaneous General Expenses	-	-	-	-	-	-	-	-	-	-
32	931.00	Rents	-	-	-	-	-	-	-	-	-	-
33		Total Operation	<u>1,179,750</u>	<u>1,215,200</u>	<u>1,251,700</u>	<u>1,289,200</u>	<u>1,327,900</u>	<u>1,367,700</u>	<u>1,408,700</u>	<u>1,451,000</u>	<u>1,494,500</u>	<u>1,539,300</u>
34	932.00	Maintenance of General Plant	-	-	-	-	-	-	-	-	-	-
35		Total Maintenance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
36		Total Administrative and General	<u>\$ 1,179,750</u>	<u>\$ 1,215,200</u>	<u>\$ 1,251,700</u>	<u>\$ 1,289,200</u>	<u>\$ 1,327,900</u>	<u>\$ 1,367,700</u>	<u>\$ 1,408,700</u>	<u>\$ 1,451,000</u>	<u>\$ 1,494,500</u>	<u>\$ 1,539,300</u>
37		Grand Total	<u>\$ 4,555,251</u>	<u>\$ 4,691,900</u>	<u>\$ 4,832,700</u>	<u>\$ 4,977,600</u>	<u>\$ 5,127,000</u>	<u>\$ 5,280,800</u>	<u>\$ 5,439,200</u>	<u>\$ 5,602,400</u>	<u>\$ 5,770,500</u>	<u>\$ 5,943,600</u>

ROVER PIPELINE LLCCost of Service
Depreciation Expense

Line No.	Description	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	YEAR 6	YEAR 7	YEAR 8	YEAR 9	YEAR 10
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	Gross Plant	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695	\$2,147,400,695
2	Less: Non-Depreciable Assets	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>	<u>2,052,844</u>
3	Depreciable Plant	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851	\$2,145,347,851
4	Composite Depreciation Rate	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>	<u>2.50%</u>
5	Annual Depreciation Expense	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>	<u>\$53,633,696</u>

ROVER PIPELINE LLC

Cost of Service
Other Taxes

Line No.	Description	Detail	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	YEAR 6	YEAR 7	YEAR 8	YEAR 9	YEAR 10
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)
<u>Ad Valorem Taxes-Michigan</u>												
1	Gross Plant	\$ 0	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
2	Taxable Costs	0										
3	Assessment Ratio	50.00%										
4	Taxable Value	0										
5	Average Rate	4.71%	-	-	-	-	-	-	-	-	-	-
<u>Ad Valorem Taxes-Ohio</u>												
6	Gross Plant	\$ 2,147,400,695										
7	Taxable Costs	2,147,400,695										
8	Assessment Ratio	88.00%										
9	Taxable Value	1,889,712,612										
10	Average Rate	6.46%	122,075,435	118,413,172	114,860,777	111,414,954	108,072,505	104,830,330	101,685,420	98,634,857	95,675,811	92,805,537
<u>Ad Valorem Taxes-Pennsylvania</u>												
11	Gross Plant	\$ 0										
12	Taxable Costs	0										
13	Assessment Ratio	100.00%										
14	Taxable Value	0										
15	Average Rate	1.00%	-	-	-	-	-	-	-	-	-	-
<u>Ad Valorem Taxes-West Virginia</u>												
16	Gross Plant	\$ 0										
17	Taxable Costs	0										
18	Assessment Ratio	75.00%										
19	Taxable Value	0										
20	Average Rate	2.00%	-	-	-	-	-	-	-	-	-	-
21	Total Ad Valorem Taxes	\$ 2,147,400,695	\$ 122,075,435	\$ 118,413,172	\$ 114,860,777	\$ 111,414,954	\$ 108,072,505	\$ 104,830,330	\$ 101,685,420	\$ 98,634,857	\$ 95,675,811	\$ 92,805,537
<u>Payroll Taxes</u>												
22	Labor		\$ 2,595,450	\$ 2,673,300	\$ 2,753,500	\$ 2,836,100	\$ 2,921,200	\$ 3,008,800	\$ 3,099,000	\$ 3,192,000	\$ 3,287,700	\$ 3,386,300
23	FICA @ 6.200%		160,918	165,745	170,717	175,838	181,114	186,546	192,138	197,904	203,837	209,951
24	FUTA @ 0.80%		20,765	21,386	22,028	22,689	23,370	24,070	24,792	25,536	26,302	27,090
25	Medicare @ 1.450%		37,634	38,763	39,926	41,123	42,357	43,628	44,936	46,284	47,672	49,101
26	Total Payroll Taxes		219,317	225,894	232,672	239,650	246,841	254,245	261,866	269,724	277,812	286,143
27	Total Other Taxes		\$ 122,294,752	\$ 118,639,066	\$ 115,093,449	\$ 111,654,604	\$ 108,319,346	\$ 105,084,575	\$ 101,947,286	\$ 98,904,581	\$ 95,953,623	\$ 93,091,680

ROVER PIPELINE LLCCost of Service
Working Capital

<u>Line No.</u>	<u>Description</u>	<u>YEAR 1</u> (a)	<u>YEAR 2</u> (b)	<u>YEAR 3</u> (c)	<u>YEAR 4</u> (d)	<u>YEAR 5</u> (e)	<u>YEAR 6</u> (f)	<u>YEAR 7</u> (g)	<u>YEAR 8</u> (h)	<u>YEAR 9</u> (i)	<u>YEAR 10</u> (j)
1	Cash Working Capital	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	Materials and Supplies	-	-	-	-	-	-	-	-	-	-
3	Prepayments	-	-	-	-	-	-	-	-	-	-
4	Total Working Capital	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ROVER PIPELINE LLCCost of Service
Rate Base and Return

Line No.	Description	YEAR 1 (a)	YEAR 2 (b)	YEAR 3 (c)	YEAR 4 (d)	YEAR 5 (e)	YEAR 6 (f)	YEAR 7 (g)	YEAR 8 (h)	YEAR 9 (i)	YEAR 10 (j)
	<u>Rate Base</u>										
1	Plant	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695	\$ 2,147,400,695
2	Accumulated Provision for Depreciation	<u>(53,633,696)</u>	<u>(107,267,392)</u>	<u>(160,901,088)</u>	<u>(214,534,784)</u>	<u>(268,168,480)</u>	<u>(321,802,176)</u>	<u>(375,435,872)</u>	<u>(429,069,568)</u>	<u>(482,703,264)</u>	<u>(536,336,960)</u>
3	Net Plant	2,093,766,999	2,040,133,303	1,986,499,607	1,932,865,911	1,879,232,215	1,825,598,519	1,771,964,823	1,718,331,127	1,664,697,431	1,611,063,735
4	Accumulated Deferred Income Taxes 1/	(20,863,508)	(79,281,330)	(129,771,019)	(173,167,115)	(210,137,251)	(241,265,605)	(269,639,976)	(298,014,347)	(326,472,172)	(354,846,543)
5	Working Capital	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
6	Rate Base	<u>\$ 2,072,903,491</u>	<u>\$ 1,960,851,973</u>	<u>\$ 1,856,728,588</u>	<u>\$ 1,759,698,796</u>	<u>\$ 1,669,094,964</u>	<u>\$ 1,584,332,914</u>	<u>\$ 1,502,324,847</u>	<u>\$ 1,420,316,780</u>	<u>\$ 1,338,225,259</u>	<u>\$ 1,256,217,192</u>
	<u>Return</u>										
7	Return on Rate Base	<u>\$ 202,108,090</u>	<u>\$ 191,183,067</u>	<u>\$ 181,031,037</u>	<u>\$ 171,570,633</u>	<u>\$ 162,736,759</u>	<u>\$ 154,472,459</u>	<u>\$ 146,476,673</u>	<u>\$ 138,480,886</u>	<u>\$ 130,476,963</u>	<u>\$ 122,481,176</u>
8	Rate of Return	9.75%	9.75%	9.75%	9.75%	9.75%	9.75%	9.75%	9.75%	9.75%	9.75%
9	Interest Expense	<u>\$ 69,790,523</u>	<u>\$ 67,369,363</u>	<u>\$ 63,727,689</u>	<u>\$ 60,343,679</u>	<u>\$ 57,190,211</u>	<u>\$ 54,245,586</u>	<u>\$ 51,490,820</u>	<u>\$ 48,825,558</u>	<u>\$ 46,160,295</u>	<u>\$ 43,492,321</u>

1/ FGT anticipates utilizing, to the extent possible, bonus depreciation allowed pursuant to IRS Code Section 168(k), however, no bonus depreciation is projected in the deferred taxes shown.

ROVER PIPELINE LLCCost of Service
Income Taxes

Line No.	Description	YEAR 1 (a)	YEAR 2 (b)	YEAR 3 (c)	YEAR 4 (d)	YEAR 5 (e)	YEAR 6 (f)	YEAR 7 (g)	YEAR 8 (h)	YEAR 9 (i)	YEAR 10 (j)
<u>Federal Income Tax</u>											
1	Return on Rate Base	\$ 202,108,090	\$ 191,183,067	\$ 181,031,037	\$ 171,570,633	\$ 162,736,759	\$ 154,472,459	\$ 146,476,673	\$ 138,480,886	\$ 130,476,963	\$ 122,481,176
<u>Federal Income Tax Adjustments</u>											
2	Interest Expense	(69,790,523)	(67,369,363)	(63,727,689)	(60,343,679)	(57,190,211)	(54,245,586)	(51,490,820)	(48,825,558)	(46,160,295)	(43,492,321)
3	Amortization of Equity AFUDC	2,800,160	2,800,160	2,800,160	2,800,160	2,800,160	2,800,160	2,800,160	2,800,160	2,800,160	2,800,160
4	Net FIT Adjustments	(66,990,363)	(64,569,203)	(60,927,529)	(57,543,519)	(54,390,051)	(51,445,426)	(48,690,660)	(46,025,398)	(43,360,135)	(40,692,161)
5	Return after FIT Adjustments	135,117,727	126,613,864	120,103,508	114,027,114	108,346,708	103,027,033	97,786,013	92,455,488	87,116,828	81,789,015
6	Federal Income Taxes @ 35% (Line 5 x 53.846154%)	\$ 72,755,699	\$ 68,176,696	\$ 64,671,121	\$ 61,399,215	\$ 58,340,535	\$ 55,476,096	\$ 52,654,007	\$ 49,783,724	\$ 46,909,062	\$ 44,040,240
<u>State Income Tax</u>											
7	Return Before Federal Income Tax	\$ 207,873,426	\$ 194,790,560	\$ 184,774,629	\$ 175,426,329	\$ 166,687,243	\$ 158,503,129	\$ 150,440,020	\$ 142,239,212	\$ 134,025,890	\$ 125,829,255
8	Composite State Tax @ 6.00% (Line 7 x 6.383%)	\$ 13,268,517	\$ 12,433,440	\$ 11,794,125	\$ 11,197,425	\$ 10,639,611	\$ 10,117,221	\$ 9,602,554	\$ 9,079,099	\$ 8,554,844	\$ 8,031,655

ROVER PIPELINE LLC

Illustrative Rate Design

Line No.	Description	YEAR 1 (a)	YEAR 2 (b)	YEAR 3 (c)	YEAR 4 (d)	YEAR 5 (e)	YEAR 6 (f)	YEAR 7 (g)	YEAR 8 (h)	YEAR 9 (i)	YEAR 10 (j)
Rate Schedule FTS-1											
Cost of Service - New Facilities (Exhibit N, Page 1)											
1	- Fixed	\$ 469,400,482	\$ 449,594,007	\$ 431,945,470	\$ 415,377,315	\$ 399,797,489	\$ 385,123,489	\$ 370,871,858	\$ 356,664,528	\$ 342,542,330	\$ 328,531,089
2	- Variable (1)	873,015	899,200	926,200	954,000	982,700	1,012,200	1,042,600	1,073,900	1,106,100	1,139,300
3	Total Cost of Service - New Facilities	<u>\$ 470,273,497</u>	<u>\$ 450,493,207</u>	<u>\$ 432,871,670</u>	<u>\$ 416,331,315</u>	<u>\$ 400,780,189</u>	<u>\$ 386,135,689</u>	<u>\$ 371,914,458</u>	<u>\$ 357,738,428</u>	<u>\$ 343,648,430</u>	<u>\$ 329,670,389</u>
Reservation Rate											
4	Cost of Service - Fixed	\$ 469,400,482	\$ 449,594,007	\$ 431,945,470	\$ 415,377,315	\$ 399,797,489	\$ 385,123,489	\$ 370,871,858	\$ 356,664,528	\$ 342,542,330	\$ 328,531,089
5	Daily Demand Billing Determinants	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>	<u>39,000,000</u>
6	Daily Reservation Rate	<u>\$ 12.0359</u>	<u>\$ 11.5281</u>	<u>\$ 11.0755</u>	<u>\$ 10.6507</u>	<u>\$ 10.2512</u>	<u>\$ 9.8750</u>	<u>\$ 9.5095</u>	<u>\$ 9.1452</u>	<u>\$ 8.7831</u>	<u>\$ 8.4239</u>
Usage Rate											
7	Cost of Service - Variable	\$ 873,015	\$ 899,200	\$ 926,200	\$ 954,000	\$ 982,700	\$ 1,012,200	\$ 1,042,600	\$ 1,073,900	\$ 1,106,100	\$ 1,139,300
8	Usage Billing Determinants	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>	<u>1,186,250,000</u>
9	Usage Rate	<u>\$ 0.0007</u>	<u>\$ 0.0008</u>	<u>\$ 0.0008</u>	<u>\$ 0.0008</u>	<u>\$ 0.0008</u>	<u>\$ 0.0009</u>	<u>\$ 0.0009</u>	<u>\$ 0.0009</u>	<u>\$ 0.0009</u>	<u>\$ 0.0010</u>

(1) Variable costs equal estimated Supplies and Expenses for Account Nos. 853 and 864.

ROVER PIPELINE LLC

Docket No. CP15-___-000

AFUDC Calculation - Mainline Segment

Line No.	Month	Beginning Balance (a)	Equity During Construction On 13.00% (b)	Ending Balance (c)	Debt Beginning Balance (d)	Debt During Construction On 6.50% (e)	Debt Ending Balance (f)	Total Monthly AFUDC (g)	Cumulative AFUDC (h)
1	June 2014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	July	69,100	763	69,863	69,100	381	69,481	1,144	1,144
3	August	195,545	2,159	197,704	195,545	1,080	196,625	3,239	4,383
4	September	1,507,439	16,107	1,523,546	1,507,439	8,053	1,515,492	24,160	28,543
5	October	3,109,539	34,333	3,143,872	3,109,539	17,166	3,126,705	51,499	80,042
6	November	22,373,897	239,064	22,612,961	22,373,897	119,532	22,493,429	358,596	438,638
7	December	41,485,419	458,044	41,943,463	41,485,419	229,022	41,714,441	687,066	1,125,704
8	January 2015	64,448,527	719,868	65,168,395	64,448,527	357,862	64,806,389	1,077,730	2,203,434
9	February	123,731,754	1,233,928	124,965,682	123,731,754	616,964	124,348,718	1,850,892	4,054,326
10	March	156,449,373	1,727,373	158,176,746	156,449,373	863,686	157,313,059	2,591,059	6,645,385
11	April	203,607,679	2,175,534	205,783,213	203,607,679	1,087,767	204,695,446	3,263,301	9,908,686
12	May	227,225,689	2,508,821	229,734,510	227,225,689	1,254,410	228,480,099	3,763,231	13,671,917
13	June	268,304,513	2,866,815	271,171,328	268,304,513	1,433,408	269,737,921	4,300,223	17,972,140
14	July	305,803,286	3,500,420	309,303,706	305,803,286	1,719,195	307,522,481	5,219,615	23,191,755
15	August	311,020,175	3,434,004	314,454,179	311,020,175	1,717,002	312,737,177	5,151,006	28,342,761
16	September	343,837,143	3,673,876	347,511,019	343,837,143	1,836,938	345,674,081	5,510,814	33,853,575
17	October	367,920,321	4,062,244	371,982,565	367,920,321	2,031,122	369,951,443	6,093,366	39,946,941
18	November	378,514,252	4,044,399	382,558,651	378,514,252	2,022,199	380,536,451	6,066,598	46,013,539
19	December	394,666,114	4,357,546	399,023,660	394,666,114	2,178,773	396,844,887	6,536,319	52,549,858
20	January 2016	425,227,493	5,059,878	430,287,371	425,227,493	2,435,325	427,662,818	7,495,203	60,045,061
21	February	431,708,377	4,446,832	436,155,209	431,708,377	2,223,416	433,931,793	6,670,248	66,715,309
22	March	449,712,034	4,951,747	454,663,781	449,712,034	2,475,874	452,187,908	7,427,621	74,142,930
23	April	474,718,374	5,058,474	479,776,848	474,718,374	2,529,237	477,247,611	7,587,711	81,730,641
24	May	485,564,992	5,346,522	490,911,514	485,564,992	2,673,261	488,238,253	8,019,783	89,750,424
25	June	506,079,053	5,392,646	511,471,699	506,079,053	2,696,323	508,775,376	8,088,969	97,839,393
26	July	527,828,534	6,145,030	533,973,564	527,828,534	2,988,707	530,817,241	9,133,737	106,973,130
27	August	556,324,672	6,125,651	562,450,323	556,324,672	3,062,826	559,387,498	9,188,477	116,161,607
28	September	605,124,972	6,448,053	611,573,025	605,124,972	3,224,026	608,348,998	9,672,079	125,833,686
29	October	727,191,000	8,007,048	735,198,048	727,191,000	4,003,524	731,194,524	12,010,572	137,844,258
30	November	851,238,542	9,070,575	860,309,117	851,238,542	4,535,287	855,773,829	13,605,862	151,450,120
31	December	989,801,314	10,898,632	1,000,699,946	989,801,314	5,449,316	995,250,630	16,347,948	167,798,068
32	January 2017	989,801,314	-	989,801,314	989,801,314	-	989,801,314	-	167,798,068
33	February	989,801,314	-	989,801,314	989,801,314	-	989,801,314	-	167,798,068
34	March	989,801,314	-	989,801,314	989,801,314	-	989,801,314	-	167,798,068
35	April	989,801,314	-	989,801,314	989,801,314	-	989,801,314	-	167,798,068
36	May	989,801,314	-	989,801,314	989,801,314	-	989,801,314	-	167,798,068
37	June	989,801,314	-	989,801,314	989,801,314	-	989,801,314	-	167,798,068
38	Total		\$ <u>112,006,386</u>			\$ <u>55,791,682</u>		\$ <u>167,798,068</u>	
39	Annual Amortization								
40	- Equity		\$ 2,800,160						
40	- Debt		<u>1,394,792</u>						
41	Total		\$ <u>4,194,952</u>						
	Factor		100.00%						
	Equity		50.00%						
	Debt		50.00%						