

Missouri Gas Energy
Case No. GR-2006-0422
Reconciliation for Issues to be Heard

COST OF CAPITAL

Capital Structure and costs of capital other than common equity	\$ 2,447,414
Capital Structure impact on Interest Expense Deduction	(3,721,976)
Return on Equity	<u>(10,260,312)</u>
Total	(11,534,874)

INCOME STATEMENT-REVENUES

Weather Normalization (Revenues)	\$ 2,884,206
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INCOME STATEMENT - EXPENSES

Property Tax Refunds	\$(1,108,014)
Un-recovered Cost of Service Amortization	(3,127,164)
Rate Case Expense	(253,778)
Depreciation Expense	(2,889,857)
Low Income Weatherization (not included in cost of service)	100,000
Natural Gas Conservation (not included in cost of service)	500,000
Environmental Response Fund (not included in cost of service)	500,000

INCOME STATEMENT-EXPENSES - OPC

Infinium Software Amortization	\$ 245,151
Emergency Cold Weather Rule AAO Recovery	300,444