

1 **Q. Exhibit 2, Appendix A – NPV Analysis**

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3 **Please provide the details of the calculation included in Column F.**

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5 A. Table 1 provides a breakdown of the Program Cost Recovery Column (Column F)
6 included in the NPV Analysis.¹

Table 1:
Breakdown of Program Cost Recovery (Column F)
2021 to 2034
(\$000s)

Year	Amortization (A) ²	Financing Cost (B) ³	Tax (C) ⁴	Program Cost Recovery (D) ⁵
2021	0	27	8	35
2022	133	113	32	278
2023	435	243	68	746
2024	829	389	110	1,328
2025	1,279	527	148	1,954
2026	1,717	576	163	2,456
2027	1,824	562	158	2,544
2028	1,995	566	160	2,721
2029	2,232	589	166	2,987
2030	2,529	627	177	3,333
2031	2,895	678	192	3,765
2032	3,194	746	211	4,151
2033	3,399	833	235	4,467
2034	3,584	942	266	4,792

¹ Column F includes amortization, financing costs and associated income taxes related to electrification program costs.

² For the purposes of the NPV analysis, electrification program costs are assumed to be amortized over a 10-year period (equal to the estimated life of an electric vehicle).

³ Financing costs associated with unamortized electrification program costs are based on the Company's incremental weighted average cost of capital of 5.81%.

⁴ Income taxes associated with the return on equity on unamortized electrification program costs are based on the Company's marginal income tax rate of 30%.

⁵ Column A + Column B + Column C = Column D.