

- weighted average cost of long-term debt outstanding) is reconciled to the information contained in the COSA report (ASC Filing, Appendix 1 – Sch. 2).
7. Return on plant investment calculation (net plant investment per Item 3 above times the weighted average cost of long-term debt per Item 4 above) is reconciled to the information contained in the COSA report.
 8. Items 1-3 and 5-7 above are aggregated to produce the total cost of service amounts (aggregate costs have to be less than the projected costs contained in the utility's rates) and divided by annual customer loads (Item 9 below) to arrive at the utility's base period ASC.
 9. Annual customer load information (annual megawatt hours) per the statistical section of the annual report is reconciled to the COSA report information.
 10. Description of analytical procedures performed to gain additional assurance over the COSA report information. Comparison of current year information with prior year information, trend analysis, financial ratio analysis, and comparison of customer load information by segment with prior year load information.
 11. Description of additional compilation and review procedures performed in preparing the COSA information.

Section 2 – Report Assurance

Based upon the audited financial statements of <<Customer's Name>> for the year ending _____, 20XX, along with other financial statement and utility operating information provided to us, we have reviewed <<Customer's Name>>'s COSA report for the twelve month period ending _____. Our review included sufficient compilation review procedures along with additional analytical procedures to allow us to conclude that the information contained in the COSA report is presented fairly in all material respects.

Respectfully submitted,

_____, <<Title>>
<<Company Name>> Auditing, Engineering or Management Consulting Firm

Date: _____