

**APPENDIX A**  
**IOU Cost Allocation Summary**

1	Power Costs				\$4,859,626,196
2	Administrative & General Expenses				\$59,000,000
3	Extraordinary Costs				\$37,054,868
4	Net Operating Revenues				(\$320,372,326)
5	Interest Earnings on Fund Balance				(\$32,212,129)
6	Other Revenues (Contract Settlements, Extraordinary Receipts)				(\$51,896,968)
7	Net Total of Variable Contract Costs, other Fixed Costs, and Net Revenues				\$4,551,199,641
8					
9		PG&E	SCE	SDG&E	Total
10	Direct-assign Variable Contract Costs	\$91,240,650	\$175,304,580	\$204,519,570	\$471,064,800
11					
12	Total Fixed Costs = Total Costs less Variable Costs				\$4,080,134,841
13	Adopted Allocator of Fixed Costs	42.20%	47.50%	10.30%	100%
14	Fixed Cost Allocation	\$1,721,816,903	\$1,938,064,049	\$420,253,889	\$4,080,134,841
15	Less: Off-system Sales	(\$18,078,332)	(\$215,013,323)	(\$39,486,934)	(\$272,578,590)
16	DWR Reconciliation to State Controller (Table A-1, line 19)	(\$2,807,666)	(\$3,160,287)	(\$685,283)	(\$6,653,237)
17	Subtotal	\$1,792,171,555	\$1,895,195,019	\$584,601,241	\$4,271,967,815
18	2001/2002 True-up Amounts (D.04-01-028)	(\$100,590,687)	\$41,308,258	\$59,282,429	\$0
19	Sub-Total--IOU DWR Revenue Requirement before DA CRS	\$1,691,580,868	\$1,936,503,277	\$643,883,670	\$4,271,967,815
20					
21	Less: Direct Access Power Charge-Related Revenues	(\$104,312,750)	(\$104,663,900)	(\$32,119,330)	(\$241,095,980)
22	Total Revenue Requirement (Bundled Service)	\$1,587,268,118	\$1,831,839,377	\$611,764,340	\$4,030,871,835
23	2004 DWR Delivered Energy (kWh)	21,145,876	21,910,180	7,998,786	51,054,842
24					
25	<b>IOU Power Charge Calculation</b>	PG&E	SCE	SDG&E	Total
26	Variable Power Cost Component	\$0.00431	\$0.00800	\$0.02557	\$0.00923
27	Fixed Power Cost Component	\$0.08143	\$0.08845	\$0.05254	\$0.07992
28	2001/2002 True-up	(\$0.00476)	\$0.00189	\$0.00741	\$0.00000
29	Less: Off-system Sales	(\$0.00085)	(\$0.00981)	(\$0.00494)	(\$0.00534)
30	Adjustment to Operating Account (Table A-1, line 19)	(\$0.00013)	(\$0.00014)	(\$0.00009)	(\$0.00013)
31	Adjustment to match DWR year-end balance	(\$0.00092)	(\$0.00092)	(\$0.00092)	(\$0.00092)
32	DA CRS Contribution	(\$0.00493)	(\$0.00478)	(\$0.00402)	(\$0.00472)
33	<b>Total IOU Power Charge</b>	<b>\$0.07414</b>	<b>\$0.08268</b>	<b>\$0.07556</b>	<b>\$0.07803</b>

**(END OF APPENDIX A)**