

Appendix 2  
Chief Financial Officer Attestation

<<Customer's Name>>  
Average System Cost Filing  
For the Base Period Beginning \_\_\_\_\_, 20XX  
And Ending \_\_\_\_\_, 20XX

I, \_\_\_\_\_, having reviewed the Average System Cost (ASC) Appendix 1 Filing (ASC Filing) attached with this attestation, and in accordance with Exhibit A, *Statement of Review and Compilation of Work Performed*, of this Appendix 2, hereby certify that:

1. The ASC Filing has been prepared in accordance with Bonneville Power Administration's current ASC Methodology.
2. The ASC Filing excludes the costs associated with: (a) the cost of additional resources in an amount sufficient to serve any New Large Single Load after September 1, 1979; (b) the cost of additional resources in an amount sufficient to meet any additional load outside the region occurring after December 5, 1980; and (c) any costs of any generating facility which is terminated prior to initial commercial operation.
3. Based on my knowledge as <<Customer's Name>>'s Chief Financial Officer, the ASC Filing is based on <<Customer's Name>>'s audited financial statements, FERC Form 1 filings and/or Cost of Service Analysis (COSA), and other financial information, and fairly presents in all material respects the operating costs of the utility for \_\_\_\_\_, 20XX through \_\_\_\_\_, 20XX.
4. Based on my knowledge as <<Customer's Name>>'s Chief Financial Officer, the ASC Filing omits no material facts and contains no false statement regarding any material facts.

Respectfully submitted,

Chief Financial Officer  
<<Customer's Name>>

Date: \_\_\_\_\_

Exhibit A to Appendix 2  
Statement of Review and Compilation of Work Performed

<<Customer's Name>>  
Cost of Service Analysis Report  
for the Base Period \_\_\_\_\_, 20XX  
through \_\_\_\_\_, 20XX

This document is intended to be used by Engineering and Consulting Firms to provide; 1) a statement of the review work that was performed to ensure the accuracy and correctness of the information contained in the COSA report, and 2) to provide an assurance statement that the information contained in the COSA report is presented fairly in all material respects. Independent accounting firms shall present similar information in their COSA compilation reports. The Appendix 1 references below simply denote where the financial and load data will ultimately appear in the Appendix 1 filing.

Section 1 – Statement of the Work performed and procedures that were followed in preparing the Cost of Service Analysis (COSA).

Examples of work performed cited in the Statement of Work should include:

1. Reconciliation of (1) results of financial statement expense information with (2) data contained in the COSA report (ASC Filing, Appendix 1 - Schedule 3).
2. Reconciliation of (1) tax expense and amounts paid in-lieu of taxes to state and local governmental bodies per the financial statement expense information with (2) the tax expense information contained in the COSA report (ASC Filing, Appendix 1 - Schedule 3A).
3. Reconciliation of (1) revenue credits and other included items used to reduce the rates of the utility's native load customers contained in financial statement income information with (2) the information contained in the COSA report (ASC Filing, Appendix 1 - Schedule 3B).
4. Reconciliation of (1) cash and short-term investment financial statement account information with (2) working capital data contained in the COSA report (ASC Filing, Appendix 1 - Schedule 1A).
5. Plant investment costs, accumulated depreciation on plant investments and net undepreciated plant investment at year end date is reconciled to the plant investment information contained in the COSA report. Plant investment costs associated with resources used to serve New Large Single Loads; generating assets used to serve loads outside of the Pacific Northwest region; and generating facilities that were terminated prior to commercial operation should be identified in separate accounts (ASC Filing, Appendix 1 - Schedule 1).
6. Long-term debt information (date bonds issued, original issue amount, principal balance at year end date, and interest rate of each bond issued along with a

- 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: \_\_\_\_\_