

NS Power 2012 General Rate Application

1 **Requirement:**

2

3 **Capitalization**

4

5 (A) **Debt (%)**

6 (B) **Preferred (%)**

7 (C) **Common (%)**

8 (D) **Total Regulated Capitalization (\$)**

9

10 **Financial ratios**

11

12 (A) **Return on approved regulated common equity (%)**

13 (B) **Average common equity (\$M)**

14 (C) **FFO interest coverage (times)**

15 (D) **FFO to Adjusted Debt (%)**

16

17 **Details of Debt (short, medium, and long-term)**

18

19 **Submission:**

20

21 Please refer to Partially Confidential Attachment 1.

Nova Scotia Power Inc.
Capital Structure and Ratios
Years Ended December 31st
Millions of Dollars

2012 Financial Outlook

	(1)	(2)	(3)	(4)	(5)
	Compliance			Present	Proposed
	Restated	Actual 2010	Forecast	Rates	Rates
	2009		2011	2012	2012
3 Capitalization:					
4 Debt %	53.4%	58.7%		58.8%	58.8%
5 Preferred %	9.1%	4.0%		3.6%	3.6%
6 Common %	37.5%	37.3%		37.5%	37.5%
7 Total Regulated Capitalization(\$M):	\$2,866.8	\$3,375.3		\$3,711.5	\$3,698.7
8					
9 Financial Ratios:					
10 Return on average common equity (%)	9.35%	(5) 10.40%		4.74%	9.60%
11 Average common equity (\$M)	\$1,064.9	\$1,219.9		\$1,362.4	\$1,360.0
12 FFO Interest Coverage (times)	3.6x	2.9x		3.0x	3.5x
13 FFO to Adjusted Debt (%) ⁽¹⁾	21%	17%		18%	21%
14					
15 Details of Debt:					
16 Short Term (\$M):					
17 Current portion of long term debt	\$100.0	\$241.8		\$300.1	\$300.1
18 Bank indebtedness	197.7	290.0		290.0	282.2
19 Total Short Term Debt	297.7	531.7		590.1	582.3
20					
21 Long Term (\$M):					
22 Series: "T" Maturity Date					
23 Series: "I" 01-10-2013	\$100.0	\$300.0		\$0.0	\$0.0
24 Series: "I" 23-10-2025	70.0	70.0		70.0	70.0
25 Series: "3" 02-08-2019	95.0	95.0		95.0	95.0
26 Series: "F" 19-05-2025	125.0	125.0		125.0	125.0
27 Series: "M" 14-08-2026	40.0	40.0		40.0	40.0
28 Series: "P" 09-04-2029	40.0	40.0		40.0	40.0
29 Series: "R" 14-07-2031	75.0	75.0		75.0	75.0
30 Series: "S" 25-08-2033	200.0	200.0		200.0	200.0
31 Series: "V" 14-11-2035	150.0	150.0		150.0	150.0
32 Series: "L" 21-03-2036	60.0	60.0		60.0	60.0
33 Series: "N" 25-07-2097	50.0	50.0		50.0	50.0
34 Series: "W" 27-07-2039	125.0	200.0		200.0	200.0
35 Series: "X" 15-06-2040	-	300.0		300.0	300.0
36 New Issue (2008)	115.0	-		-	-
37 New Issue (2012) 30-06-2017	-	-		100.0	100.0
38 New Issue (2012) 01-01-2042	-	-		100.0	100.0
39 Deferred Financing Costs	(10.9)	(13.0)		(10.8)	(10.8)
40 Capital Lease Obligations	-	0.1		(0.1)	(0.1)
41 Total Long Term Debt	\$1,234.1	\$1,691.9		\$1,594.1	\$1,594.1

42 Notes:

43 1) FFO defined as: (Cash flows from operations + Interest expense - Amortization of deferred financing costs) / Net Interest expense

44 2) Figures presented reflect whole numbers which may cause \$0.1M in rounding differences on some line items

45 3) Adjusted debt reflects debt and preferred shares

46 4) Deferred Financing Costs include: unamortized discounts, issue costs and deferred investment premiums

47 5) ROE for regulated purposes was 9.6%, based on 40% deemed equity, as \$5.5 million of AAA-2 was recorded in 2010