

- Q.1. Prepare a Statement of Income including:
- a) The book, or budgeted, statement for the test year.
  - b) Adjustments to annualize and normalize under present rates, including an elimination of the effects on income of the energy cost rate and state tax adjustment surcharge.
  - c) The income statement under present rates after adjustment.
  - d) The adjustment for the revenue requested.
  - e) The income statement under requested rates after adjustment.

Each adjustment, including those relating to adjustment clauses, shall contain an explanation in sufficient clarifying detail to allow a reasonably informed person to understand the method and rationale of the adjustment.

- A.1. The information requested in items a. through e. is set forth in Section D of Exhibit Future 1.