

INT-4. Referring to Original Sheet No. G29 of the Application:

- a. How did the Company arrived at the Program Administrative Charge of \$25.94?;
- b. What are the various components that will make up the Program Administration Charge?;
- c. What is the Company's rationale for each component that is included in the Program Administrative Charge?; and
- d. What time period was used to establish the costs included in the \$25.94 and the basis for those time period(s)?

**RESPONSE:**

- a. **The Program Administrative Charge is made up of the estimated labor costs for a Billing Analyst and IT Analyst time necessary to administer the rate and produce a bill.**
- b. **See Workpaper 1.**
- c. **Ohio Revised Code 4928.20(J) details components for inclusion in the applicable market rate which specifically permits administrative charges to be included.**
- d. **The Program Administrative Charge is based on current labor and associated costs.**

**The Dayton Power and Light Company  
Market-Based Generation Tariff  
Development of Administrative Charge  
Case No. 10-0826-EL-ATA**

Data : Original

Workpaper 1

Workpaper Reference: None

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Line No.	Description		Source
1	Fully Loaded IT Labor Rate	\$ 33.13	Internal Documents
2			
3	Estimated Time to Render Market-Based Bill	15 min	Estimate
4			
5	Portion of an Hour	0.25	line 3 / 60 mins
6			
7	Cost to render a market-based bill	\$ 8.28	line 1 x line 5
8			
9	Fully Loaded Regulatory Labor Rate	\$ 45.97	Internal Documents
10			
11	Estimated Time to Administer the program	10 min	Estimate
12	each month		
13			
14	Portion of an Hour	0.17	line 11 / 60 mins
15			
16	Cost to administer program	\$ 7.66	line 9 x line 14
17			
18	Profit margin	\$10.00	Estimate
19			
20	<b>Total Administrative Fee</b>	<b><u>\$ 25.94</u></b>	line 7 + line 16 + line 18