

POWER IS SUPPLIED TO MUNICIPALITIES
BY THE COMMISSION (AT COST)

Power is supplied to Municipalities *at cost*, and monthly bills are submitted to the Municipalities for power supplied based on an estimated rate per horsepower per year, and, at the end of each year a Thirteenth Power Bill is submitted, debiting or crediting each Municipality with the difference between the amount already paid in monthly pay-

ments and the actual cost of service for the year.

The following is a typical Municipal Hydro Operating Report, and shows, in detail, the distribution of money collected from Hydro customers. This statement shows conclusively that Hydro Municipalities are required in their Power Bills to meet all Operating Expenses and Fixed Charges on their System, as well as to provide an adequate fund for renewals.

REVENUE obtained for Electric Service rendered, during the year ending
December 31, 1919 \$440,918.06

EXPENSES:

Paid by Local Utility to the Commission to meet the cost and transmission of Power as ascertained by Annual Adjustment—

Cost of Power at Niagara Falls	\$95,922.22
Interest on the Commission's Capital proportioned to the Municipality.....	31,025.99
Cost of Operating and Maintaining this share of Capital.....	32,815.87
Set aside to meet Contingencies and to provide a Renewal Fund for this share of Plant	18,182.69
A deposit to Sinking Fund to liquidate this share of Capital	12,887.73

Actual Cost of Power to Commission paid by Municipality..... \$190,834.50

MUNICIPAL UTILITY'S EXPENSES

Sub-Station Operation	\$12,463.91
Sub-Station Maintenance	1,042.93
Distributing System Operation and Maintenance	5,183.29
Line Transformer Maintenance.....	4,187.89
Meter Maintenance	8,894.47
Consumers Premises Expenses.....	4,165.87
Street Lighting System Operation and Maintenance	8,312.31
Promotion of Business	6,951.65
Billing and Collecting	14,334.22
General Office Salary and Expenses	25,527.13
Undistributed Expenses	17,970.13
Interest and Debenture Payments	54,286.08
Provision on Account Plant Renewal	47,815.27

\$211,135.15