

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, L.L.C.
 II-D-2.4a Capitalized Advertising - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 48028

Line No.	Account Number	Description	Reference Schedule	1 Total Company	2 Non-Regulated or Non-Electric	3 Known Change	4 Company Total Electric	5 Texas Retail Allocation Factor	6 Allocation to Texas	7 FF #	8 Funct Factor Name	9 TRAN	10 DIST	11 MET	12 TDCS	13 Total
1																
2																
3																
4																
5																
6																
Total Capitalized Advertising				II-D-2.4 -												
				-												

This Schedule is Not Applicable.

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-2.5 SUMMARY OF CONTR. AND DONATIONS - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 48020

Line No.	Account Number	Description	Reference Schedule	1 Total Company	2 Non-Regulated or Non-Electric	3 Known Change	4 Company Total Electric	5 Texas Retail Allocation Factor	6 Allocation to Texas	7 FF #	8 Fund Factor Name	9 TRAN	10 DIST	11 MET	12 TDCS	13 Total
2		Educational	II-D-2.5	\$0	\$0	\$0	\$0	\$0	\$0			\$0	\$0	\$0	\$0	\$0
3		Community Service	II-D-2.5	10,000	0	373,000	\$383,000		383,000			383,000	0	0	0	\$383,000
4		Economic Development	II-D-2.5	0	0	0	\$0		0			0	0	0	0	\$0
5																
6		Total Contributions and Donations		\$10,000	\$0	\$373,000	\$383,000		\$383,000			\$383,000	\$0	\$0	\$0	\$383,000

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC
 IL-D-2.6 SUMMARY OF MEMBERSHIP DUES EXPENSE - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40620

Line No.	Account Number	Description	Reference Schedule	Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	Texas Retail Allocation Factor	Allocation to Texas	FF #	Facet Factor Name	TRAN	DIST	MET	TDCS	Total
1		Industry/Organizations	IL-D-2.6a	\$201	\$0	\$2,392	\$2,393		\$2,393			\$2,393	\$0	\$0	\$0	\$2,393
2		Business/Economic Organizations	IL-D-2.6b	0	0	0	\$0		0	0		0	0	0	0	\$0
3		Professional	IL-D-2.6c	683	0	8,083	\$8,766		8,766			8,766	0	0	0	\$8,766
4																
5		Total Membership Dues Expense	IL-D-2.6	\$884	\$0	\$10,475	\$11,359		\$11,359			\$11,359	\$0	\$0	\$0	\$11,359

WITNESS: DAVID K. TURNER

IL-D-2.6 - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-D-2.6a SUMMARY OF INDUSTRY DUES - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Line No.	Account Number	Organization	Reference Schedule	1	2	3	4	5	6	7	8	9	10	11	12	13
				Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	Texas Retail Allocation Factor	Allocation to Texas	FP #	Func Factor	TRAN	DIST	NET	TDCS	Total
2	ERCOT Dues			\$40	\$0	\$484	\$324		\$324			\$324	\$0	\$0	\$0	\$324
3	Gulf Coast Power Association			140	0	1,660	\$1,800		1,800			1,800	0	0	0	\$1,800
4	Texas Reliability Entry			20	0	249	\$269		269			269	0	0	0	\$269
5																
6	TOTAL INDUSTRY DUES		II-D-2.6	\$281	\$0	\$2,392	\$2,593		\$2,593			\$2,593	\$0	\$0	\$0	\$2,593

WITNESS: DAVID K. TURNER

II-D-2.6a - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, L.L.C.
 IL-D-16b SUMMARY OF BUSINESS/ECONOMIC DUES - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 48020

List No.	Account Number	Organization/Purpose	Reference Reference Schedule	1	2	3	4	5	6	7	8	9	10	11	12	13
				Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	Texas Retail Allocation Factor	Allocation to Texas	PF #	Fixed Factor None	TRAN	DIET	MET	TDCS	Total
1																
2																
3																
4																
5																
TOTAL BUSINESS/ECONOMIC DUES																
IL-D-2-f																
This Schedule is Not Applicable.																

PUBLIC UTILITY COMMISSION OF TEXAS
LOVE STAR TRANSMISSION, LLC.
II-D-2.6c SUMMARY OF PROFESSIONAL DUES - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Line No.	Account Number	Organization / Purpose	Reference Schedule	1	2	3	4	5	6	7	8	9	10	11	12	13
				Total Company #	Non-Regulated or Non-Electric	Known Change	Company Total Electric	Texas Retail Allocation Factor	Allocation to Texas	PF #	Funci Factor Name	TRAN	DIST	MET	TDCS	Total
1		State of Texas Professional Engineer License		518	\$0	\$217	\$235		\$235			\$235	\$0	\$0	\$0	\$235
2		Certified Public Accountant License			0	97	\$105		105			105	0	0	0	\$105
3		State and Local Bar Dues and Associations		358	0	4,232	\$4,590		4,590			4,590	0	0	0	\$4,590
4		Texas Electrical and Right of Way Agent License		12	0	138	\$150		150			150	0	0	0	\$150
5		Texas Professional Land Surveyor & Texas Licensed State Land Surveyor License		103	0	1,213	\$1,316		1,316			1,316	0	0	0	\$1,316
6		Texas Society of Professional Land Surveyors		19	0	231	\$250		250			250	0	0	0	\$250
7		American Institute of Certified Public Accountants (AICPA)		17	0	198	\$215		215			215	0	0	0	\$215
8		Capital Area Paralegal		4	0	46	\$50		50			50	0	0	0	\$50
9		Institute of Electrical and Electronic Engineers (IEEE)		14	0	166	\$180		180			180	0	0	0	\$180
10		Counselors of Real Estate and National Board of Realtors		131	0	1,544	\$1,675		1,675			1,675	0	0	0	\$1,675
11																
12		TOTAL PROFESSIONAL DUES	II-D-2.6	563	\$0	\$8,083	\$8,766		\$8,766			\$8,766	\$0	\$0	\$0	\$8,766

WITNESS: DAVID K. TURNER

II-D-2.6c - FINAL

1 of 1

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-D-2.7 OUTSIDE SERVICES EMPLOYED - FERC 900 SERIES EXPENSES - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40028

(1) Line No.	(2) FERC Acct.	(3) Item	(4) Date Service Last Incurred	(5) Purpose	(6) Recurring/ Non-Recurring	(7) Transmission	(8) Distribution	(9) Meters	(10) TDCS	(11) Total
1	A923	NextEra Energy Resources, LLC		Recurring	\$552,000	\$0	\$0	\$0	\$0	\$552,000
2	A923	NextEra Energy Transmission, LLC		Recurring	1,432,000	0	0	0	0	\$1,432,000
3	A923	Florida Power and Light Company		Recurring	1,178,000	0	0	0	0	\$1,178,000
4	A923	Deloitte & Touche LLP		Recurring	100,000	0	0	0	0	\$100,000
5	A923	Parsley, Coffin, Renner LLP		Recurring	60,000	0	0	0	0	\$60,000
6										
7		TOTAL OUTSIDE SERVICES			\$3,322,000	\$0	\$0	\$0	\$0	\$3,322,000

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, L.L.C.
 II-D-2.8 FACTORING OR SALE OF ACCOUNTS RECEIVABLE - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Line No.	Account Number	Description	Reference Schedule	1	2	3	4	5	6	7	8	9	10	11	12	13
				Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	Texas Retail Allocation Factor	Allocation to Texas	FF #	Func Factor Name	TRAN	DIST	MET	TDCS	Total TX-Retail
1				This Schedule is Not Applicable.												
2																
3																
4																
5																
6																
7																

DOCKET NO. 48020

Total Rents and Leaves

(c) The lease for the Material Management space is to be determined.

1308

PUBLIC UTILITY COMMISSION OF TEXAS
LONG STAR TRANSMISSION, L.L.C.
II-D-3 PAYROLL EXPENSES - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Line No.	Account Number	Description	Reference Schedule	1	2	3	4	5	6	7	8	9	10	11	12	13	14
				Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	PF #	Fund Factor Name	Allocation to Texas	TRAN	DIST	MET	IBILL	ABILL	TDCS	Total
Transmission Expense																	
II-D-3																	
1	A560	Operation Super. & Engin.		\$197,892	\$0	\$11,505	\$409,398			\$409,398	\$409,398	\$0	\$0	\$0	\$0	\$0	\$409,398
2	A561	Load Dispatching		1,241,991	0	35,913	\$1,277,904			1,277,904	1,277,904	0	0	0	0	0	\$1,277,904
3	A562	Station Equipment		418,777	0	12,109	\$430,886			430,886	430,886	0	0	0	0	0	\$430,886
4	A563	Overhead Line Expense		128,609	0	3,719	\$132,327			132,327	132,327	0	0	0	0	0	\$132,327
5	A564	Underground Line Expense		0	0	0	\$0			0	0	0	0	0	0	0	\$0
6	A565.1	Wheeling Expense		0	0	0	\$0			0	0	0	0	0	0	0	\$0
7	A565.2	Wheeling Expense		0	0	0	\$0			0	0	0	0	0	0	0	\$0
8	A566	Misc. Transmission Expense		0	0	0	\$0			0	0	0	0	0	0	0	\$0
9	A567	Rents		0	0	0	\$0			0	0	0	0	0	0	0	\$0
10	A567K	Inter Fuel Credit		0	0	0	\$0			0	0	0	0	0	0	0	\$0
11		Transmission Equalization Payments		0	0	0	\$0			0	0	0	0	0	0	0	\$0
12				\$2,187,269	\$0	\$63,246	\$2,250,515			\$2,250,515	\$2,250,515	\$0	\$0	\$0	\$0	\$0	\$2,250,515
13		Subtotal															
14																	
15																	
16		MAINTENANCE															
17	A568	Maintenance Super. & Engin.		\$136,016	\$0	\$3,933	\$139,949			\$139,949	\$139,949	\$0	\$0	\$0	\$0	\$0	\$139,949
18	A569	Maint. of Structures		538,694	0	15,576	\$554,229			554,229	554,229	0	0	0	0	0	\$554,229
19	A570	Maint. of Station Equipment		0	0	0	\$0			0	0	0	0	0	0	0	\$0
20	A571	Maint. of Overhead Lines		0	0	0	\$0			0	0	0	0	0	0	0	\$0
21	A572	Maint. of Underground Lines		0	0	0	\$0			0	0	0	0	0	0	0	\$0
22	A573	Maint. of Misc. Trans. Plant		0	0	0	\$0			0	0	0	0	0	0	0	\$0
23		Others		0	0	0	\$0			0	0	0	0	0	0	0	\$0
24				\$674,678	\$0	\$19,509	\$694,179			\$694,179	\$694,179	\$0	\$0	\$0	\$0	\$0	\$694,179
25		Subtotal															
26				\$2,661,939	\$0	\$81,785	\$2,944,694			\$2,944,694	\$2,944,694	\$0	\$0	\$0	\$0	\$0	\$2,944,694
27		TOTAL TRANSMISSION EXPENSE															
28		TOTAL PAYROLL EXCLUDING A & G															
29				\$2,661,939	\$0	\$81,785	\$2,944,694			\$2,944,694	\$2,944,694	\$0	\$0	\$0	\$0	\$0	\$2,944,694
30		Administrative & General Expenses															
31	A920	Admin. & General Salaries		\$1,390,622	\$0	\$40,211	\$1,430,833			\$1,430,833	\$1,430,833	\$0	\$0	\$0	\$0	\$0	\$1,430,833
32	A921	Office Supplies		0	0	0	\$0			0	0	0	0	0	0	0	\$0
33	A925	Injuries & Damages		0	0	0	\$0			0	0	0	0	0	0	0	\$0
34	A930	Misc. General Expense		0	0	0	\$0			0	0	0	0	0	0	0	\$0
35				0	0	0	\$0			0	0	0	0	0	0	0	\$0
36		TOTAL A&G EXPENSE															
37				\$1,390,622	\$0	\$40,211	\$1,430,833			\$1,430,833	\$1,430,833	\$0	\$0	\$0	\$0	\$0	\$1,430,833
38		TOTAL PAYROLL EXPENSE															
				\$4,252,561	\$0	\$122,966	\$4,375,527			\$4,375,527	\$4,375,527	\$0	\$0	\$0	\$0	\$0	\$4,375,527

WITNESS: JULIE S. RICE, DAVID K. TURNER

II-D-3 - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-3.1 PAYROLL INFORMATION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Payroll Practices

Employee Groups

Lone Star employs both exempt and non-exempt employees. Currently all employees are full-time employees, although part-time and temporary classifications may be used.

Pay Cycles

All Lone Star employees, both exempt and non-exempt, are paid on a bi-weekly pay cycle. There are 26 bi-weekly pay periods in each calendar year. Pay periods end on alternate Fridays with pay dates the following Thursday.

Pay Methods

Lone Star employees can receive a paper check or can elect to have their pay direct deposited into a maximum of four bank accounts.

Time Reporting

Lone Star employees enter their own time into the corporate payroll system. Time reporting is either positive or by exception as follows:

Positive time reporting – Employees classified as 'variable' have to report all hours worked and will not be paid unless their time is entered.

Exception time reporting – Employees classified as 'fixed' will automatically be paid their normal salary for the 80 hours in the pay period without any time entry. They only enter exceptions, such as overtime, vacation, sick time, etc. or time to be charged to another budget for support outside of their default expense location.

Supervisors review preliminary reports of reported time and calculated payroll and can have employees make any necessary corrections before payroll is finalized.

Overtime Pay

Non-exempt employees are paid overtime as required by the Fair Labor Standards Act.

Limited amounts of overtime may be paid to exempt employees under extraordinary circumstances with the prior documented approval of the business unit head.

**PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-3.1 PAYROLL INFORMATION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020**

Base Pay Increases

There are two types of base pay increases:

Merit pay increases – Lone Star employees are eligible for annual merit increases based on performance against objectives, internal pay equity, and current salary level compared to market value; if approved, merit increases are typically paid in March.

Off-cycle increases – Lone Star employees may receive base pay increases at any time during the calendar year due to promotions or career development/equity awards.

Incentive Pay

Lone Star employees are eligible for annual incentive awards based on individual and corporate performance against objectives; payments, if awarded, are typically processed in March.

Severance Pay

Terminated employees may receive a severance payment in accordance with the corporate severance plan.

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-D-3.2 REGULAR AND OVERTIME PAYROLL BY FUNCTION - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Line No	Month	Transmission			Total
		Regular	Overtime	Contract	
1	Apr-13	\$383,493	\$2,794	\$0	\$386,286
2	May-13	383,493	2,794	0	\$386,286
3	Jun-13	383,493	2,794	0	\$386,286
4	Jul-13	383,493	2,794	0	\$386,286
5	Aug-13	383,493	2,794	0	\$386,286
6	Sep-13	383,493	2,794	0	\$386,286
7	Oct-13	383,493	2,794	0	\$386,286
8	Nov-13	383,493	2,794	0	\$386,286
9	Dec-13	383,493	2,794	0	\$386,286
10	Jan-14	383,493	2,794	0	\$386,286
11	Feb-14	394,997	2,878	0	\$397,875
12	Mar-14	394,997	2,878	0	\$397,875
13					
14					
15	Total Rate Period	\$4,624,921	\$33,692	\$0	\$4,658,613
16					
17	1st Subsequent Month (April 2014)	\$394,997	\$2,878	\$0	\$397,875
18	2nd Subsequent Month (May 2014)	\$394,997	\$2,878	\$0	\$397,875
19					
20	Prior Year 1 (March 2013)	\$4,447,714	\$32,711	\$0	\$4,480,425
21	Prior Year 2 (March 2012)	\$2,538,788	\$8,058	\$0	\$2,546,846
22	Prior Year 3 (March 2011)	\$803,290	\$554	\$0	\$803,843

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC
 II-D-3.3 FUNCTIONALIZED REGULAR PAYROLL BY CATEGORY - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Transmission / Total Company

Line No.	Month	Payroll by Category		
		Exempt	Non-Exempt	Total
1	Apr-13	\$338,087	\$45,406	\$383,493
2	May-13	338,087	45,406	\$383,493
3	Jun-13	338,087	45,406	\$383,493
4	Jul-13	338,087	45,406	\$383,493
5	Aug-13	338,087	45,406	\$383,493
6	Sep-13	338,087	45,406	\$383,493
7	Oct-13	338,087	45,406	\$383,493
8	Nov-13	338,087	45,406	\$383,493
9	Dec-13	338,087	45,406	\$383,493
10	Jan-14	338,087	45,406	\$383,493
11	Feb-14	348,229	46,768	\$394,997
12	Mar-14	348,229	46,768	\$394,997
13				
14				
15	Total Rate Period	\$4,077,326	\$547,594	\$4,624,921
16				
17	1st Subsequent Month (April 2014)	\$348,229	\$46,768	\$394,997
18	1st Subsequent Month (May 2014)	\$348,229	\$46,768	\$394,997
19				
20	Prior Year 1 (March 2013)	\$3,916,069	\$531,645	\$4,447,714
21	Prior Year 2 (March 2012)	\$2,330,673	\$208,703	\$2,539,376
22	Prior Year 3 (March 2011)	\$761,982	\$41,307	\$803,290

WITNESS: JULIE S. RICE, DAVID K. TURNER

II-D-3.3 - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-3.4 PAYROLL CAPITALIZED VS. EXPENSED BY FUNCTION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40070

Line No.	Month	Transmission		
		Expensed	Capital	Other
1	Apr-13	\$237,045	\$143,353	\$3,094
2	May-13	237,045	143,353	3,094
3	Jun-13	237,045	143,353	3,094
4	Jul-13	237,045	143,353	3,094
5	Aug-13	237,045	143,353	3,094
6	Sep-13	237,045	143,353	3,094
7	Oct-13	237,045	143,353	3,094
8	Nov-13	237,045	143,353	3,094
9	Dec-13	237,045	143,353	3,094
10	Jan-14	237,045	143,353	3,094
11	Feb-14	244,157	147,654	3,187
12	Mar-14	244,157	147,654	3,187
13				
14				
15	Total Rate Period	\$2,858,766	\$1,728,838	\$37,317
16				\$4,624,921
17	1st Subsequent Month (April 2014)	\$244,157	\$147,654	\$3,187
18	2nd Subsequent Month (May 2014)	\$244,157	\$147,654	\$3,187
19	3rd Subsequent Month (June 2014)	\$244,157	\$147,654	\$3,187
20				
21	Prior Year 1 (March 2013)	\$2,750,001	\$1,661,484	\$36,230
22	Prior Year 2 (March 2012)	\$221,641	\$2,312,981	\$3,004
23	Prior Year 3 (March 2011)	\$0	\$803,290	\$0
				\$803,290

WITNESS: JULIE S. RICE, DAVID K. TURNER

II-D-3.4 - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-D-3.5 NUMBER OF EMPLOYEES - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Line No.	Month	Full Time	Part Time	Temporary	Vacant	Total
1	April 2013	44	0	0	0	44
2	May 2013	44	0	0	0	44
3	June 2013	44	0	0	0	44
4	July 2013	44	0	0	0	44
5	August 2013	44	0	0	0	44
6	September 2013	44	0	0	0	44
7	October 2013	44	0	0	0	44
8	November 2013	44	0	0	0	44
9	December 2013	44	0	0	0	44
10	January 2014	44	0	0	0	44
11	February 2014	44	0	0	0	44
12	March 2014	44	0	0	0	44
13						
14	Average Rate Period	44	0	0	0	44
15						
16						
17						
18	1st Month Subsequent (April 2014)	44	0	0	0	44
19	2nd Month Subsequent (May 2014)	44	0	0	0	44
20						
21						
22	Prior Year 1 (March 2013)	44	0	0	0	44
23	Prior Year 2 (March 2012)	42	0	0	0	42
24	Prior Year 3 (March 2011)	9	0	0	0	9

PUBLIC UTILITY COMMISSION OF TEXAS
LOLNE STAR TRANSITION COMMISSION, LLC
II-D-3.6 PAYMENTS OTHER THAN STANDARD PAY BY FUNCTION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Line No	Month	Transmission			Total
		Incentive	Relocation	Other	
1	Apr-13	\$15,756	\$11,420	\$0	\$27,176
2	May-13	15,756	11,420	0	\$27,176
3	Jun-13	15,756	11,420	0	\$27,176
4	Jul-13	15,756	11,420	0	\$27,176
5	Aug-13	15,756	11,420	0	\$27,176
6	Sep-13	15,756	11,420	0	\$27,176
7	Oct-13	15,756	11,420	0	\$27,176
8	Nov-13	15,756	11,420	0	\$27,176
9	Dec-13	15,756	11,420	0	\$27,176
10	Jan-14	15,756	11,420	0	\$27,176
11	Feb-14	19,764	11,420	0	\$31,184
12	Mar-14	840,750	11,420	0	\$852,171
13					
14					
15	Total Rate Period	\$1,018,070	\$137,043	\$0	\$1,155,113
16					
17	1st Subsequent Month (April 2014)	\$19,994	\$11,420	\$0	\$31,414
18	2nd Subsequent Month (May 2014)	\$19,994	\$11,420	\$0	\$31,414
19	3rd Subsequent Month (June 2014)	\$19,994	\$11,420	\$0	\$31,414
20					
21	Prior Year 1 (March 2013)	\$947,059	\$134,536	\$0	\$1,081,595
22	Prior Year 2 (March 2012)	\$600,786	\$41,660	\$0	\$642,446
23	Prior Year 3 (March 2011)	\$332,500	\$0	\$0	\$332,500

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-3.7 GENERAL EMPLOYEE BENEFITS INFORMATION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 48020

Question #1 Provide a description of each non-wage benefit paid to employees and the classification or level of employees to which the benefit is applicable. Also discuss the Company's method of funding the employee benefit.

Benefit	Description of Benefits	Level of Employee	Funding Method
Medical	Medical coverage options provide both in-network and out-of-network services and a high deductible health plan. Prescription drug coverage is included and utilizes a three-tier pricing structure, except for the high-deductible health plans. High-deductible health plans provide for 80% coinsurance on in-network prescription drug coverage and 60% coinsurance for out-of-network prescription drug coverage after the annual deductible is met. The employee assistance program is provided to all employees. Mental health and substance abuse benefits are included in the plan's medical coverage options.	All Employees	Self-insured - pay-as-you-go
Dental	Dental coverage includes network only options or options providing both in-network and out of network services. The network only options are fully insured and services are provided under structured fee for service schedules.	All Employees	Self-insured - pay-as-you-go and premium based monthly
Life Insurance	Basic life insurance coverage for employees is provided by the Company at no cost to participants with additional optional coverage available for purchase by participants. In addition, accidental death and dismemberment insurance in an amount equal to the participants' base or optional life insurance coverage is provided at no additional cost to participants. Participants may also elect to purchase various levels of dependent life insurance.	All Employees	Premium based per pay period
401(k) Plan	Employee contributions are allowed for combined pre-tax and after-tax contributions of up to 50% of their eligible earnings. Participants can elect to invest in any combination of the 25 different investment options offered under the plan. Employer contributions are tiered to 100% on the first 3% of employee contributions; 50% on the next 3% of employee contributions; 25% on the next 1% of employee contribution. Company matching contributions are made in a combination of NextEra Energy, Inc. stock and cash each pay period.	Employees who have completed one full month of service.	Per pay period

WITNESS: JULIE S. RICE

II-D-3.7(1) - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
LOVE STAR TRANSMISSION, LLC
II-D-3.7 GENERAL EMPLOYEE BENEFITS INFORMATION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Question #1 Provide a description of each non-wage benefit paid to employees and the classification or level of employee to which the benefit is applicable. Also discuss the Company's method of funding the employee benefit.

Benefit	Description of Benefit	Level of Employee	Funding Method
FMLA	FMLA provides up to 12 weeks of unpaid leave in any rolling 12-month period. FMLA covers time-off to recover from a serious illness or injury, to care for a seriously ill or injured family member, or to care for a new child.	Employees who have worked for one year or more and at least 1,250 hours in the previous 12 months.	Pay-as-you go
Pension	Non-contributory defined benefit pension plan.	All employees are eligible and participation in the plan is automatic. Benefits begin to accrue as of date of hire. A participant is generally fully vested after completing three full years of service.	Annual accrued pension costs funded in accordance with the requirements of Accounting Standards Codification (ASC) 715. Due to the plan's funding status, NextEra Energy Inc. was not required to make a contribution for the 2010 or 2011 plan year nor is there an expectation of a required contribution for any of the rate periods presented.
LTD	Long Term Disability benefits are provided at either 60% of base pay or 50% of base pay plus COLA.	All employees on LTD.	Premium based per pay period
Post Employment	Benefits include STD, LTD medical, workers compensation dependent medical and COBRA	All employees meeting eligibility criteria.	Unfunded

WITNESS: JULIE S. RICE

II-D-3.7(1) - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-D-3.7 GENERAL EMPLOYEE BENEFITS INFORMATION - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Question #2 If the benefit is funded primarily by self insurance, provide the total dollar amount of claims paid each month during the test year on a functional basis.

			Transmission / Total Company			
Line No.	Account Number	Month	CIGNA Medical and Pharmacy Claims [1]	CIGNA Dental [1]	Self Insured Post Employment [3]	Total Self-Insured Claims
1	926	Apr-13	\$29,604	\$2,461	\$2,802	\$34,867
2		May-13	29,604	2,461	2,802	\$34,867
3		Jun-13	29,604	2,461	2,802	\$34,867
4		Jul-13	29,604	2,461	2,802	\$34,867
5		Aug-13	29,604	2,461	2,802	\$34,867
6		Sep-13	29,604	2,461	2,802	\$34,867
7		Oct-13	29,604	2,461	2,802	\$34,867
8		Nov-13	29,604	2,461	2,802	\$34,867
9		Dec-13	29,604	2,461	2,802	\$34,867
10		Jan-14	33,443	[2]	2,802	\$34,867
11		Feb-14	31,764		2,999	\$34,867
12		Mar-14	31,764		2,999	\$39,028
Total Claims			\$363,405	\$29,912	\$34,217	\$37,349
						\$342,534

[1] Projected claims were developed by trending claims for the projected rate period ending 2013 with a 7% increase in trend for medical and 5% increase in trend for dental in January 2014.

[2] January reflects per employee cost of annual health screenings.

[3] Trended with a 7% increase in cost, the majority of this expense is LTD medical.

WITNESS: JULIE S. RICE

II-D-3.7(2) - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-D-3.7 GENERAL EMPLOYEE BENEFITS INFORMATION - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Question #3 If the benefit is funded primarily by monthly premium payments to an outside insurance carrier, provide
 1) A schedule detailing the monthly premium paid for all months during the rate period by function

Transmission / Total Company						
Line No.	Account Number	Month	Hartford Life [1]	CIGNA LTD [2]	CIGNA DHMO [3]	Total Insured Claims
	926					
1		Apr-13	\$707	\$2,207	\$189	\$3,102
2		May-13	707	2,207	189	\$3,102
3		Jun-13	707	2,207	189	\$3,102
4		Jul-13	707	2,207	189	\$3,102
5		Aug-13	707	2,207	189	\$3,102
6		Sep-13	707	2,207	189	\$3,102
7		Oct-13	707	2,207	189	\$3,102
8		Nov-13	707	2,207	189	\$3,102
9		Dec-13	707	2,207	189	\$3,102
10		Jan-14	728	2,341	198	\$3,267
11		Feb-14	750	2,341	198	\$3,289
12		Mar-14	750	2,341	198	\$3,289
Total Premiums			\$8,585	\$26,882	\$7,296	\$37,764

[1] Projection developed using 3% trended increase for 2014.
 [2] LTD premiums calculated based on current contract percentages of either 0.425% or 0.603% of base salary per employee (percentage dependent upon the LTD benefit type.)
 Trended with 3% expected increase in base salary and rates in January 2014.
 [3] Projection trended with 5% increase in January 2014

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-D-3.7 GENERAL EMPLOYEE BENEFITS INFORMATION - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Question #4 - If the benefit is not addressed by Questions 2 or 3 above, provide adequate source documentation to verify the calculation of the requested expense (i.e. thrift benefits, etc.)

				Transmission		
Line No.	Account Number	Month	401(k) Savings Plan [1]	Pension [2]	Total Retirement Benefits	
1	926	Apr-13	\$17,148		(\$16,904)	\$245
2		May-13	17,148		(16,904)	\$245
3		Jun-13	17,148		(16,904)	\$245
4		Jul-13	17,148		(16,904)	\$245
5		Aug-13	17,148		(16,904)	\$245
6		Sep-13	17,148		(16,904)	\$245
7		Oct-13	17,148		(16,904)	\$245
8		Nov-13	17,148		(16,904)	\$245
9		Dec-13	17,148		(16,904)	\$245
10		Jan-14	17,148		(19,971)	(\$2,823)
11		Feb-14	17,663		(19,971)	(\$2,308)
12		Mar-14	17,663		(19,971)	(\$2,308)
Total Expense			\$206,908		(\$212,047)	(\$5,239)

[1] Projected based upon average employer contribution rate of 4.5% per employee and projected salaries per month.
 [2] The Company's allocable portion of pension income is determined based on the ratio of the Company's total pensionable earnings to that of the parent company, NextEra Energy, Inc.

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-3.7 GENERAL EMPLOYEE BENEFITS INFORMATION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Question #5 - Assume that the information presented in II-D-3.7.2 through II-D-3.7.4 agrees with or is reconciled to the total cost per benefit listed elsewhere
Projected benefits amounts and totals for Lone Star Transmission used in II-D-3.7 are consistent with those presented elsewhere in schedules and testimony.

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-3.7 GENERAL EMPLOYEE BENEFITS INFORMATION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Question #6 - Cost for retirees for each benefit shall be separately identified.

Lone Star Transmission, LLC. has no retired employees.

PUBLIC UTILITY COMMISSION OF TEXAS
LONG STAR TRANSMISSION, LLC
IL-D-3.8 PENSION EXPENSE - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Question #1 - Is the Company's requested pension expense based on a GAAP calculation? The Company's allocable portion of pension income

Yes, the Company's requested pension expense is based upon an allocated portion of the GAAP calculation. The Company's allocable portion of pension income is determined based on the ratio of the Company's total pensionable earnings to that of the parent company, NextEra Energy, Inc. The pension plan is an enterprise level plan and therefore an allocation method based upon pensionable earnings reflects each subsidiary company's portion of pension income.

Question #2 - List the actual pension fund payments by function for the three most recent calendar years. Support the payments with check copies, wire transfer or other appropriate documentation provided as workpapers.

There were no required pension fund payments during the two most recent calendar years and there are no expected pension fund payments for the projected year ending March 31, 2013.

The pension plan assets exceeded the funding target for the historical years and plan assets are projected to exceed the funding target for the projected year.

Question #3 - Present the three most recent years' pension information by function in the following format:

Presentation below reflects the projected rate period and the two most recent prior years

Line No.	Year	Account Number	Description	Reference Schedule	Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	Texas Retail Allocation Factor	Allocation to Texas	PF #	Fund Factor Name	TLAN
1	Apr 2013 - Mar 2014	926	Actual Pension Fund Payments		\$0	\$0	\$0	\$0	\$0	\$0			\$0
2			Pension Expense (Income)		(\$12,047)	\$0	\$0	\$0	\$0	\$0			(\$12,047)
3			Actuarial Minimum		\$0	\$0	\$0	\$0	\$0	\$0			\$0
4			Actuarial Maximum		\$0	\$0	\$0	\$0	\$0	\$0			\$0
5													
6			Actual Pension Fund Payments		\$0	\$0	\$0	\$0	\$0	\$0			\$0
7			Pension Expense (Income)		(\$12,714)	\$0	\$0	\$0	\$0	\$0			(\$12,714)
8			Actuarial Minimum		\$0	\$0	\$0	\$0	\$0	\$0			\$0
9			Actuarial Maximum		\$0	\$0	\$0	\$0	\$0	\$0			\$0
10													
11													
12			Actual Pension Fund Payments		\$0	\$0	\$0	\$0	\$0	\$0			\$0
13			Pension Expense (Income)		(\$52,274)	\$0	\$0	\$0	\$0	\$0			(\$52,274)
14			Actuarial Minimum		\$0	\$0	\$0	\$0	\$0	\$0			\$0
15			Actuarial Maximum		\$0	\$0	\$0	\$0	\$0	\$0			\$0
16													
17													
18													
19													
20													
21													

Question #4. Update required for 3. above if actuarial information or actual pension payments change subsequent to test year end.

No updates at this time.

WITNESS: JULIE S. RICE

IL-D-3.8 - FINAL

1 of 1

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, L.L.C.
 IL-D-3.9 POSTRETIREMENT BENEFITS OTHER THAN PENSION - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40939

Line No.	Account Number	Description	Reference Schedule	1	2	3	4	5	6	7	8	9	10	11	12	13
				Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	Texas Retail Allocation Factor	Allocation to Texas	FF Factor #	Final Factor Name	TRAN	DIST	MET	TDCS	Total TX-Retail
1																
2																
3																
4																
5																

This Schedule is Not Applicable.

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
II-D-3.10 ADMINISTRATION FEES - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 48020

Question #1 - Provide a schedule for each benefit which details the monthly administration fees paid by function and included in the requested level of employee benefits.

Line No	Reference Schedule	Account Number	Month	Medical Admin and Prescription Admin [1]	Dental Admin [1]	Transmission			Total Administrative Fees
						CIGNA STD Admin [2]	CIGNA FMLA Admin [2]		
1		926	Apr-13	\$2,164	\$95	\$136	\$136		\$2,530
2			May-13	2,164	95	136	136		\$2,530
3			Jun-13	2,164	95	136	136		\$2,530
4			Jul-13	2,164	95	136	136		\$2,530
5			Aug-13	2,164	95	136	136		\$2,530
6			Sep-13	2,164	95	136	136		\$2,530
7			Oct-13	2,164	95	136	136		\$2,530
8			Nov-13	2,164	95	136	136		\$2,530
9			Dec-13	2,164	95	136	136		\$2,530
10			Jan-14	2,227	98	140	140		\$2,604
11			Feb-14	2,227	98	140	140		\$2,604
12			Mar-14	2,227	98	140	140		\$2,604
Total Administrative Expenses				\$26,152	\$1,148	\$1,444	\$1,444		\$30,587

[1] CIGNA medical and dental administrative expense per employee for projected rate period 2013 was trended with a 3% increase beginning in January 2014.

[2] STD and FMLA Admin fees are based upon current per employee cost with a trended increase of 3% beginning in January 2014.

Question #2 - Provide a copy of the administrative contract which details the services provided, the period covered and the calculation of the monthly/annual administrative fees.

The copy of the contract is confidential and is filed in a separate package. In addition, work papers detailing the calculation of the administrative fees are filed separately.

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, L.L.C.
II-D-4 SUMMARY OF EXCLUSIONS FROM REPORTING PERIOD - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 48020

Line No.	Account Number	Description	Reference Schedule	1 Total Company	2 Non-Regulated or Non-Electric	3 Known Change	4 Company Total Electric	5 FF #	6 Facet Prior Name	7 Allocation to Texas	8 TRAN	9 DIST	10 MET	11 TEBILL	12 ABILL	13 TDOS	14 Total
1		Legislative Advocacy	II-D-4														
2		Fees and Fines	II-D-4														
3		Other Exclusions	II-D-4														
4		Social/Recreational/Religious	II-D-4														
5		Political	II-D-4														
6																	
7		TOTAL EXCLUSIONS FROM REPORTING PERIOD	II-D-4														

This Schedule is Not Applicable

PUBLIC UTILITY COMMISSION OF TEXAS
EL PASO TRANSMISSION, LLC.
IL-E-1 DEPRECIATION & AMORTIZATION EXPENSE - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40828

Line No.	Account Number	Description	Reference Schedule	1 Total Company	2 Non-Regulated or Non-Electric	3 Known Change	4 Company Total Electric	5 FF #	6 Parent Name	7 Allocation to Texas	8 TRAN	9 DIST	10 MFT	11 TBILL	12 ABILL	13 TDCS	14 Total
1		Depreciation and Amortization Expense															
2		IL-E-1															
3		IL-E-1															
4	A301	Intangible Plant		\$1,581	\$0	\$0	\$1,581			\$1,581	\$0	\$0	\$0	\$0	\$0	\$0	\$1,581
5	A302	Organization		15,859	0	\$195,505	\$211,365			\$211,365	0	0	0	0	0	0	\$211,365
6	A303	Franchise and Comcasts		0	0	\$0	\$0			\$0	0	0	0	0	0	0	\$0
7		Miscellaneous Intangible Plant		\$17,440	\$0	\$195,505	\$212,945			\$212,945	\$0	\$0	\$0	\$0	\$0	\$0	\$212,945
8		Subtotal															
9		IL-E-1															
10	A350.1	Transmission Plant		\$0	\$0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
11	A350.2	Land Owned in Fee		0	0	1,541,173	\$1,541,173			\$1,541,173	0	0	0	0	0	0	\$1,541,173
12	A352	Land Rights		350,354	0	315,964	\$666,318			\$666,318	0	0	0	0	0	0	\$666,318
13	A353	Structures and Improvements		1,327,506	0	2,585,756	\$3,913,261			\$3,913,261	0	0	0	0	0	0	\$3,913,261
14	A354	Station Equipment		0	0	0	\$0			\$0	0	0	0	0	0	0	\$0
15	A355	Towers and Fixtures		0	0	0	\$0			\$0	0	0	0	0	0	0	\$0
16	A356	Poles and Fittings		0	0	4,822,580	\$4,822,580			\$4,822,580	0	0	0	0	0	0	\$4,822,580
17	A357	O.H. Conductors & Devices		0	0	8,152,622	\$8,152,622			\$8,152,622	0	0	0	0	0	0	\$8,152,622
18	A358	Underground Conductors		0	0	0	\$0			\$0	0	0	0	0	0	0	\$0
19	A359	Underground Cables		0	0	0	\$0			\$0	0	0	0	0	0	0	\$0
20		Roads and Trails		0	0	0	\$0			\$0	0	0	0	0	0	0	\$0
21		Others		0	0	0	\$0			\$0	0	0	0	0	0	0	\$0
22		Subtotal		\$1,677,859	\$0	\$17,338,935	\$19,015,955			\$19,015,955	\$0	\$0	\$0	\$0	\$0	\$0	\$19,015,955
23		IL-E-1															
24	A362	Regional Transmission and Market Operation Plant - Gross (RTMO)		\$455,217	\$0	\$0	\$455,217			\$455,217	\$0	\$0	\$0	\$0	\$0	\$0	\$455,217
25	A363	Computer Hardware		62,262	0	\$0	\$62,262			\$62,262	0	0	0	0	0	0	\$62,262
26	A364	Computer Software		130,468	0	\$0	\$130,468			\$130,468	0	0	0	0	0	0	\$130,468
27		Communication Equipment		\$647,947	\$0	\$0	\$647,947			\$647,947	\$0	\$0	\$0	\$0	\$0	\$0	\$647,947
28		Subtotal															

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC
 IL-E-1 DEPRECIATION & AMORTIZATION EXPENSE - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCUMENT NO. 80829

Line No.	Account Number	Description	Reference Schedule	1 Total Company	2 Non-Regulated or Non-Electric	3 Known Change	4 Company Total Electric	5 FF #	6 Fund Factor Name	7 Allocation to Texas	8 TRAN	9 DIST	10 MET	11 TBILL	12 ABILL	13 TDCS	14 Total
28		General Plant	IL-E-1														
29	A389.1	Land and Rights		\$0	\$0	\$0	\$0				\$0	\$0	\$0	\$0	\$0	\$0	\$0
30	A390	Structures and Improvements				\$0	\$0			\$18,112	\$18,112	\$0	\$0	\$0	\$0	\$0	\$18,112
31	A391	Office Furniture		14,480	0	\$5,632	\$18,112			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
32	A392	Transportation equipment		0	0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
33	A393	Store Equipment		0	0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
34	A394	Tools, Shop & Garage Equip		0	0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35	A395	Lab Equip		0	0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
36	A396	Power Operated Equipment		0	0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
37	A397	Communication Equip		52,481	0	\$5,039	\$57,439			\$397	\$397	\$0	\$0	\$0	\$0	\$0	\$57,439
38	A398	Other Intangible Prop - Depletable		397	0	\$0	\$397			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$397
39	A399	Other Intangible Prop - Depletable		0	0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40						\$0	\$0			\$75,948	\$75,948	\$0	\$0	\$0	\$0	\$0	\$75,948
41		Subtotal		\$67,276	\$0	\$8,471	\$75,747			\$19,952,796	\$19,952,796	\$0	\$0	\$0	\$0	\$0	\$19,952,796
42																	
43																	
44		TOTAL DEPRECIATION & AMORTIZATION	IL-E-1	\$2,410,534	\$0	\$17,542,271	\$19,952,796			\$19,952,796	\$19,952,796	\$0	\$0	\$0	\$0	\$0	\$19,952,796

PUBLIC UTILITY COMMISSION OF TEXAS
LONG STAR TRANSMISSION, LLC
II-E-2 TAXES OTHER THAN FEDERAL INCOME TAXES - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40029

Line No.	Account Number	Description	Reference Schedule	1 Total Company	2 Non-Regulated or Non-Electric	3 Known Change	4 Company Total Electric	5 PF #	6 Funct Factor Name	7 Allocation to Texas	8 TXAN	9 DIST	10 MET	11 TBILL	12 ABILL	13 TDCS	14 Total
1		Taxes Other Than Federal Income Taxes	II-E-2														
2			II-E-2														
3		Payroll-Related															
4		FICA		\$0	\$0	\$316,815	\$316,815			\$316,815	\$316,815	\$0	\$0	\$0	\$0	\$0	\$316,815
5		FUTA		0	0	1,848	1,848			1,848	1,848	0	0	0	0	0	\$1,848
6		SUTA		0	0	10,692	10,692			10,692	10,692	0	0	0	0	0	\$10,692
7		Total Federal		\$0	\$0	\$329,355	\$329,355			\$329,355	\$329,355	\$0	\$0	\$0	\$0	\$0	\$329,355
8			II-E-2.1														
9		Property Related															
10		Transmission		\$0	\$0	\$12,375,415	\$12,375,415			\$12,375,415	\$12,375,415	\$0	\$0	\$0	\$0	\$0	\$12,375,415
11		Distribution		0	0	0	0			0	0	0	0	0	0	0	\$0
12		Total Property		\$0	\$0	\$12,375,415	\$12,375,415			\$12,375,415	\$12,375,415	\$0	\$0	\$0	\$0	\$0	\$12,375,415
13		Unemployment		\$0	\$0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
14		Franchise		0	0	0	0			0	0	0	0	0	0	0	\$0
15		Total Non-Revenue Related		\$0	\$0	\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
16																	
17		Revenue Related	II-E-2														
18		Texas State Franchise Tax		\$0	\$0	\$980,731	\$980,731			\$980,731	\$980,731	\$0	\$0	\$0	\$0	\$0	\$980,731
19		State Gross Receipts		0	0	0	0			0	0	0	0	0	0	0	\$0
20		Occupational Street Rental		0	0	0	0			0	0	0	0	0	0	0	\$0
21		Environmental		0	0	0	0			0	0	0	0	0	0	0	\$0
22		Total Revenue Related		\$0	\$0	\$980,731	\$980,731			\$980,731	\$980,731	\$0	\$0	\$0	\$0	\$0	\$980,731
23		TOTAL TAXES OTHER THAN INCOME TAXES	II-E-2	\$0	\$0	\$13,685,501	\$13,685,501			\$13,685,501	\$13,685,501	\$0	\$0	\$0	\$0	\$0	\$13,685,501

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, L.L.C.
ESTIMATE OF TEXAS STATE FRANCHISE TAX - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

LINE NO.	ADJUSTMENT TO COST OF SERVICE		Increase (Decrease) to Cost of Service
	Texas State Franchise Tax	Transmission	
1	Gross Operating Revenues -Pro forma	\$140,104,460	
2			
3	Taxable Revenue Percent	70%	
4			
5	Taxable Revenue	\$98,073,122	
6			
7	Taxable Margin Percent	1%	
8			
9	Total Texas State Franchise Tax - Annual	\$980,731	
10			

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 II-E-2.1 AD VALOREM TAXES AND PLANT BALANCES - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

LINE NO.	Ad valorem Taxes Description	Rate Period Average
1	Original Cost	\$790,591,357
2	Less: Intangibles	(13,419,950)
3	Less: Right of Way	(116,570,369)
4	Acc Dep. -- Interim	(3,828,638)
5	Acc. Dep. -- Remaining	(9,694,773)
6	Net Original Cost	\$647,077,627
7	Tax Rate	1.9125%
8		
9	Final Rate Period Ad Valorem Tax Expense	\$12,375,415
10		

PUBLIC UTILITY COMMISSION OF TEXAS
LONG STAR TRANSMISSION, LLC
11-E-3 FEDERAL INCOME TAXES - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40029

Line No.	Account Number	Description	Reference Schedule	Total Company	Non-Regulated or Non-Electric	Known Change	Company Total Electric	PF Factor	Allocation to Taxes	TRAN	DEBT	MIT	TBLL	ABILL	TDCS	Total
11-E-3																
1		Federal Income Taxes	11-E-3				\$64,908,724		\$64,908,724	\$0	\$0	\$0	\$0	\$0	\$0	\$64,908,724
2		Return on Rate Base	11-B	\$0	\$0	\$64,908,724	\$64,908,724		\$64,908,724	\$0	\$0	\$0	\$0	\$0	\$0	\$64,908,724
3																
4																
5		Deductions:		\$0	\$0	\$21,991,192	\$21,991,192		\$21,991,192	\$0	\$0	\$0	\$0	\$0	\$0	\$21,991,192
6		Synchronized Interest		0	0	0	0		0	0	0	0	0	0	0	0
7		DTIC Amortization	11-B & 11-C-2.1	0	0	0	0		0	0	0	0	0	0	0	0
8		Amortization of Protected Excess DFTT		0	0	0	0		0	0	0	0	0	0	0	0
9		Amortization of Non-protected excess DFTT		0	0	0	0		0	0	0	0	0	0	0	0
10		Protected Excess Reserve Adjustment		0	0	0	0		0	0	0	0	0	0	0	0
11		Amortization of reserved non taxable net excess		0	0	0	0		0	0	0	0	0	0	0	0
12		Depletion		0	0	0	0		0	0	0	0	0	0	0	0
13		Other		0	0	0	0		0	0	0	0	0	0	0	0
14		Subtotal		\$0	\$0	\$21,991,192	\$21,991,192		\$21,991,192	\$0	\$0	\$0	\$0	\$0	\$0	\$21,991,192
15																
16		Additions:		\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
17		Depreciation adjustment		0	0	0	0		0	0	0	0	0	0	0	0
18		Mobile and Electrician		0	0	0	0		0	0	0	0	0	0	0	0
19		prior year adjustments		0	0	0	0		0	0	0	0	0	0	0	0
20		provision for contingencies		0	0	0	0		0	0	0	0	0	0	0	0
21		Subtotal		\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
22																
23		Taxable Component of Return		\$0	\$0	\$42,917,531	\$42,917,531		\$42,917,531	\$0	\$0	\$0	\$0	\$0	\$0	\$42,917,531
24		Tax Factor (1/45)(25)				\$3,8462%	\$3,8462%		\$3,8462%	\$3,8462%						\$3,8462%
25		Federal Income Taxes Before Adjust.		\$0	\$0	\$23,109,440	\$23,109,440		\$23,109,440	\$23,109,440	\$0	\$0	\$0	\$0	\$0	\$23,109,440
26																
27																
28		Tax Credits		\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
29		ITC Amortization		0	0	0	0		0	0	0	0	0	0	0	0
30		-Amount of protected excess DFTT		0	0	0	0		0	0	0	0	0	0	0	0
31		Amortize Of excess deferred losses		0	0	0	0		0	0	0	0	0	0	0	0
32		protected excess revenue		0	0	0	0		0	0	0	0	0	0	0	0
33		amount of reserved non-taxable net excess		0	0	0	0		0	0	0	0	0	0	0	0
34		Subtotal		\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35																
36		ADP:		\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
37		prior year adjustments		0	0	0	0		0	0	0	0	0	0	0	0
38		provision for contingencies		0	0	0	0		0	0	0	0	0	0	0	0
39		Subtotal		\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40																
41		TOTAL FEDERAL INCOME TAXES	11-E-3	\$0	\$0	\$23,109,440	\$23,109,440		\$23,109,440	\$23,109,440	\$0	\$0	\$0	\$0	\$0	\$23,109,440

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
FEDERAL INCOME TAXES - FINAL

TAX METHOD 1
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

LINE NO.	Return	Test Period	Total Requested
		\$64,908,724	\$64,908,724
1			
2	Deduct:		
3			
4	Synchronized Interest	21,991,192	21,991,192
5	DFIT Amortization	0	0
6	Amortization of Protected Excess DFIT	0	0
7	Amortization of Non-protected excess DFIT	0	0
8	Other (Specify)	0	0
9	Deduct 1	0	0
10	Deduct 2	0	0
11	Deduct 3	0	0
12	Deduct 4	0	0
13			
14			
15	Add:		
16			
17	Depreciation adjustment	0	0
18	Meals and Entertainment	0	0
19	Other (Specify)	0	0
20	Addition 1	0	0
21	Addition 2	0	0
22	Addition 3	0	0
23	Addition 4	0	0
24			
25			
26	Taxable Component of Return	\$42,917,531	\$42,917,531
27	Tax Factor (1/.65)(.35)	53.8462%	53.8462%
28			
29			
30	Total Federal Income Taxes Before Adjustments	\$23,109,440	\$23,109,440
31			
32		0	0
33	Amortization of ITC	0	0
34	Amortization of DFIT (Excess)	0	0
35	Other	0	0
36			
37	Total Federal Income Taxes	\$23,109,440	\$23,109,440

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 RECONCILIATION OF BOOK NET INCOME TO TAXABLE NET INCOME - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

LINE NO.	LINE DESCRIPTION	M-1
1.	NET INCOME PER BOOKS	\$42,917,531
2.	FEDERAL INCOME TAX	23,109,440
3.	EXCESS CAPITAL LOSSES OVER CAPITAL GAINS	0
4.	INCOME SUBJECT TO TAX NOT RECORDED ON BOOKS	0
5.	EXPENSES RECORDED ON BOOKS NOT IN THIS RETURN	
	DEPRECIATION	18,198,677
	RATE CASE EXPENSE	4,231,807
	ORGANIZATION COSTS	1,581
	INJURY AND DAMAGES RESERVE & MAINTENANCE RESERVE EXPENSE	4,885,339
	OTHER EXPENSES RECORDED ON BOOKS NOT IN THIS RETURN	0
	TOTAL LINE 5	\$27,317,404
6.	TOTAL OF LINES 1 THROUGH 5	\$93,344,376
7.	INCOME RECORDED ON BOOKS NOT IN THIS RETURN	0
8.	DEDUCTIONS IN THIS RETURN NOT ON BOOKS	
	DEPRECIATION	328,072,668
	RATE CASE EXPENSE	564,241
	ORGANIZATION COSTS	5,696
	OTHER DEDUCTIONS IN THIS RETURN NOT ON BOOKS	0
	TOTAL OF LINE 8	\$328,642,606
9.	TOTAL OF LINES 7 AND 8	\$328,642,606
10.	TAXABLE INCOME	(\$235,298,230)

WITNESS: BRIAN R. MURPHY

II-E-3.1 - FINAL

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
RECONCILIATION OF BOOK NET INCOME TO TAXABLE NET INCOME - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

LINE NO.	LINE DESCRIPTION	M-1
1		
2	PRE-TAX BOOK INCOME	\$66,026,971
3		
4		
5		
6	SCHEDULE M ADJUSTMENTS ADDBACK <DEDUCT>:	
7		
8	DEPRECIATION EXPENSE - BOOK	18,198,677
9	DEPRECIATION EXPENSE - TAX	(328,072,668)
10		
11	RATE CASE EXPENSE - BOOK	4,231,807
12	RATE CASE EXPENSE - TAX	(564,241)
13		
14	ORGANIZATION COSTS - BOOK	1,581
15	ORGANIZATION COSTS - TAX	(5,696)
16		
17	INJURY AND DAMAGES RESERVE AND MAINTENANCE RESERVE EXPENSE - BOOK	4,885,339
18	INJURY AND DAMAGES RESERVE AND MAINTENANCE RESERVE EXPENSE - TAX	0
19		
20		
21	TAXABLE INCOME <LOSS>	<u><u>(\$235,298,230)</u></u>

WITNESS: BRIAN R. MURPHY

II-E-3.1 - ATTACH - FINAL

1 of 1

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 EXPLANATION OF RECONCILING ITEMS - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Line No.	(1)	(2)
1	<u>Add Backs</u> Federal Income Tax	Amount of federal income tax expense recorded for financial reporting purposes in the test period.
2	Book Depreciation	Amount of book depreciation recorded for financial reporting purposes in the test period.
3	Rate Case Expenses	Rate Case Expenses are amortized to book expense over 2 years and over 15 years for tax purposes (IRC 195(b)).
4	Organizational Expenses	Organizational Expenses are amortized to book expense over 54 years and over 15 years for tax purposes (IRC 248).
5	Injury and Damages Reserve and Maintenance Reserve Expense	Amount of insurance expense and maintenance reserve expense recorded for financial reporting purposes in the rate period.
6	<u>Deducts</u> Tax Depreciation	Accelerated Tax depreciation is calculated and deducted according to the Internal Revenue Code.
7	Rate Case Expenses	Rate Case Expenses are amortized to book expense over 2 years and over 15 years for tax purposes (IRC 195(b)).
8	Organizational Expenses	Organizational Expenses are amortized to book expense over 54 years and over 15 years for tax purposes (IRC 248).

WITNESS: BRIAN R. MURPHY

II-E-3.1(a) - ATTACH - FINAL

1 of 1

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 RECONCILIATION OF TIMING DIFFERENCES - FINAL
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

LINE NO.	Description	PROJECTED RATE PERIOD ENDED 03/31/2014
1	Net Income Before Tax	\$66,026,971
2		
3	Tax at statutory rate	23,109,440
4	Book Depreciation on Permanent Basis	
5	Differences - AOFUDC	
6		
7		
8		
9		
10		
11		
12		(0)
13	Rounding	
14		
15	FIT expense	\$23,109,440
16		
17		

PUBLIC UTILITY COMMISSION OF TEXAS
 LONE STAR TRANSMISSION, LLC.
 PLANT ADJUSTMENTS
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Line No.	Tax Class	1	2	3	4	5	6	7	8	9	10
			Rate	Convention	In-Service Date	Tax Basis	4/1/2013-3/31/2014 Total Depreciation (Bonus + MACRS)	3/31/2014 ADFTT - (Deferred Tax Liability)	4/1/2014-3/31/2015 Total Depreciation	4/1/2015-3/31/2016 Total Depreciation	4/1/2016-3/31/2017 Total Depreciation
2	Software				3/31/2013	5609,302	\$541,606	(\$288,150)	\$135,402	\$45,131	\$22,566
3	Computer Equipment			Half	3/31/2013	3,016,122	2,292,252	(1,117,022)	482,579	289,548	173,729
4	High Tech Telephone Station Equip.			Half	3/31/2013	1,227,842	930,126	(449,637)	196,455	117,873	70,724
5	Transportation Equipment			Half	3/31/2013	0	-	0	-	-	-
6	Furniture and Fixtures			Half	3/31/2013	339,924	228,520	(112,389)	41,624	29,726	21,228
7	Electric Transmission Property			Half	3/31/2013	594,801,778	314,572,374	(112,299,568)	28,253,084	25,427,776	22,899,868
8	Grading and Clearing			Half	3/31/2013	18,127,148	9,507,791	(3,852,532)	654,299	605,175	559,857
9					Total	\$618,122,116	\$328,072,668	(\$118,119,298)	\$29,763,444	\$26,515,229	\$23,747,572

11-E-3.3 - FINAL

1 of 1

WITNESS: BRIAN R. MURPHY

PUBLIC UTILITY COMMISSION OF TEXAS
 LONG STAR TRANSMISSION, LLC
 PLANT ADJUSTMENTS
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

9

Tax Depreciation Summary									
Line No.	1	2	3	4	5	6	7	8	
	Tax Class	Rate	Convention	In-Service Date	4/1/2013-3/31/2014 Total Depreciation (Gauss + MACRS)	4/1/2014-3/31/2015 Total Depreciation	4/1/2015-3/31/2016 Total Depreciation	4/1/2016-3/31/2017 Total Depreciation	
1	Software	MACRS 3	Half	March 31, 2013	\$541,606	\$135,402	\$45,131	\$22,566	
2	Computer Equipment	MACRS 5	Half	March 31, 2013	2,292,252	482,579	289,548	173,729	
3	High Tech. Telephone Station Equip.	MACRS 5	Half	March 31, 2013	990,126	196,435	117,871	70,724	
4	Transportation Equipment	MACRS 5	Half	March 31, 2013	0	0	0	0	
5	Furniture and Fixtures	MACRS 7	Half	March 31, 2013	238,520	41,624	29,726	21,228	
6	Electric Transmission Property	MACRS 15	Half	March 31, 2013	314,572,574	28,233,084	35,427,776	22,699,868	
7	Grading and Clearing	MACRS 20	Half	March 31, 2013	9,907,791	658,299	409,175	559,857	
8				Total	\$328,077,468	\$29,760,444	\$56,515,220	\$33,747,972	

WITNESS: BRIAN R. MURPHY

I/E-3.3 - ATTACH - FINAL

1 of 7

Tax Depreciation Summary (Continued)		
	11	12
Line No.	2012/2014 ADPT - (Deferred Tax Liability)	2012/2014 Deferred Tax Expense related to Depreciation
1		
2	(\$288,150)	(\$167,770)
3	(1,117,022)	(642,962)
4	(449,637)	(257,776)
5	0	0
6	(112,389)	(73,645)
7	(112,299,568)	(103,984,018)
8	(3,852,552)	(3,527,723)
9	<u>(\$118,119,296)</u>	<u>(\$108,453,897)</u>

Tax Depreciation Detailed Schedule (Continued)													
Line No.	10	11	12	13	14	15	16	17	18	19	20	21	22
	2013 Bonus Depreciation	Remaining Tax Basis after Bonus	2013 Tax Depr Rate	2014 Tax Depr Rate	2015 Tax Depr Rate	2016 Tax Depr Rate	2013 Tax Depreciation	2013 Depreciation on Assets Placed in Service in 2013 (MACRS) - Schedule M-33-1-1	Total 2013 Depreciation (Bonus + 1st Year MACRS on Assets Placed in Service in 2013)	2014 Tax Depreciation (Calendar)	2015 Tax Depreciation (Calendar)	2016 Tax Depreciation (Calendar)	
10													
11	\$4,971,051	\$4,971,051	5.000%	9.500%	8.550%	7.700%	\$208,553	\$215,975	\$5,435,579	\$472,250	\$435,025	\$382,771	
12	4,501,385	4,501,385	3.750%	7.219%	6.677%	6.177%	168,802	104,132	4,774,519	324,935	300,557	278,051	
13	\$9,472,436	\$9,472,436					\$417,355	\$328,307	\$10,210,698	\$797,205	\$725,582	\$644,822	
14	62,602,238	62,602,238	5.000%	9.500%	8.550%	7.700%	\$3,130,113	\$2,084,727	\$67,817,098	\$5,947,215	\$5,332,493	\$4,820,374	
15	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
16	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
17	106,104,033	106,104,033	5.000%	9.500%	8.550%	7.700%	5,302,202	0	111,409,235	10,079,883	9,071,895	8,170,011	
18	4,562,189	4,562,189	3.750%	7.219%	6.677%	6.177%	171,082	0	4,733,271	329,344	304,617	281,866	
19	\$110,666,222	\$110,666,222					\$5,476,284	\$0	\$116,142,506	\$10,409,228	\$9,376,512	\$8,451,877	
20													
21	\$123,715,777	\$123,715,777	5.000%	9.500%	8.550%	7.700%	\$6,185,789	\$0	\$129,901,566	\$11,752,999	\$10,577,699	\$9,526,115	
22	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
23	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
24	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
25	1,508,061	1,508,061	20.000%	32.000%	19.200%	17.400%	301,612	482,579	2,297,252	482,579	285,548	173,729	
26	304,051	304,051	33.334%	44.445%	32.000%	29.333%	101,552	135,402	541,606	135,402	43,131	22,566	
27	501,879	501,879	20.000%	32.000%	19.200%	17.400%	100,176	160,801	762,857	160,801	96,361	57,817	
28	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
29	169,862	169,862	14.290%	24.490%	17.490%	15.590%	24,288	34,271	228,520	41,624	29,726	21,228	
30	0	0	20.000%	32.000%	19.200%	17.400%	0	0	0	0	0	0	
31	0	0	20.000%	32.000%	19.200%	17.400%	0	0	0	0	0	0	
32	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
33	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
34	0	0	5.000%	9.500%	8.550%	7.700%	0	0	0	0	0	0	
35	7,770	7,770	5.000%	9.500%	8.550%	7.700%	388	718	8,806	738	664	598	
36	112,041	112,041	20.000%	32.000%	19.200%	17.400%	22,608	32,819	167,269	33,853	21,512	13,897	
37	\$309,861,058	\$309,861,058					\$15,746,165	\$3,251,445	\$328,072,648	\$32,763,444	\$28,535,225	\$24,743,972	

10	11	12	13	14	15	16	17	18	19	20
Accumulated Tax Depreciation				FERC Account	FERC Account Description	Reference Schedule	Tax Class	Accumulated Tax Depreciation as Mar. 31, 2013	2013 Tax Depreciation	2013 Tax Accumulated Depreciation
User No.								2013		
39				A352	Structures and Improvements	11-E-3.3-Attach (laterina)	Electric Transmission Property	\$2,387,090	\$5,435,579	\$7,822,669
40				A352	Structures and Improvements	11-E-3.3-Attach (laterina)	Electric Transmission Property	1,499,443	4,774,519	6,273,962
41							Girding and Clearing	\$3,886,530	\$18,218,698	\$14,096,631
42										
43				A353	Station Equipment	11-E-3.3-Attach (laterina)	Electric Transmission Property	\$23,041,722	\$67,417,098	\$90,458,820
44				A354	Towers and Poles	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	0	0
45										
46				A355	Poles and Pictures	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	111,469,235	111,469,235
47							Girding and Clearing	0	4,733,271	4,733,271
48									\$116,142,546	\$116,142,546
49										
50										
51				A356	O.H. Conductors & Devices	11-E-3.3-Attach (laterina)	Electric Transmission Property	30	\$129,901,566	\$129,901,566
52				A357	Underground Conduct	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	0	0
53				A358	Underground Conductors	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	0	0
54				A359	Roads and Trails	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	2,292,252	4,101,915
55				A360	Computer Hardware	11-E-3.3-Attach (laterina)	Computer Equipment	1,809,673	2,292,252	977,810
56				A361	Computer Software	11-E-3.3-Attach (laterina)	Software	406,204	762,457	1,568,112
57				A362	Communication Equipment	11-E-3.3-Attach (laterina)	High Tech. Telephone Station Equip.	602,235	0	0
58				A363	Structures and Improvements	11-E-3.3-Attach (laterina)	Electric Transmission Property	159,934	228,520	388,455
59				A364	Office Furniture & Equip.	11-E-3.3-Attach (laterina)	Furniture and Fixtures	0	0	0
60				A365	Transportation Equipment	11-E-3.3-Attach (laterina)	Transportation Equipment	0	0	0
61				A366	Tools, Shop & Garage Equip.	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	0	0
62				A367	Power Operational Equipment	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	0	0
63				A368	Misc. Equipment	11-E-3.3-Attach (laterina)	Electric Transmission Property	0	0	0
64				A369	Communication Equipment	11-E-3.3-Attach (laterina)	High Tech. Telephone Station Equip.	8,198	8,896	17,094
65				A370				127,972	167,269	295,341
66									\$328,074,568	\$328,110,220
67								\$30,837,531		

PUBLIC UTILITY COMMISSION OF TEXAS
 LONG STAR TRANSMISSION, LLC
 PLANT ADJUSTMENTS
 FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
 DOCKET NO. 40020

Current Year Deferred Tax Expense Related to Depreciation																	
1		2		3		4		5		6		7		8		9	
Line No.	FERC Account	FERC Account Description	Reference Schedule	Tax Class	2012 Book Depreciation	2013 Tax Depreciation	2013 Difference Between Book and Tax Depreciation	2013 Federal Income Tax Rate	2013 Deferred Tax Expense Related to Depreciation (Deferred Tax Liability)								
68	A352	Structures and Improvements	WP11-E-3.3	Electric Transmission Property	\$666,318	\$5,435,579	(\$4,769,261)	35%	(\$1,669,241)								
69	A352	Structures and Improvements	WP11-E-3.3	Grading and Clearing	0	4,774,510	(\$4,774,510)	35%	(1,671,082)								
70	A352	Structures and Improvements	WP11-E-3.3	Grading and Clearing	\$666,318	\$10,210,088	(\$9,543,769)	35%	(\$3,340,323)								
71				Subtotal													
72	A353	Station Equipment	WP11-E-3.3	Electric Transmission Property	\$3,833,261	\$67,817,098	(\$63,983,837)	35%	(\$22,394,343)								
73	A353	Station Equipment	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
74	A354	Towers and Poles	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
75	A355	Poles and Fixtures	WP11-E-3.3	Electric Transmission Property	4,822,900	111,409,215	(\$106,586,354)	35%	(\$37,305,329)								
76	A355	Poles and Fixtures	WP11-E-3.3	Grading and Clearing	0	4,733,271	(\$4,733,271)	35%	(1,656,645)								
77	A355	Poles and Fixtures	WP11-E-3.3	Grading and Clearing	\$4,822,900	\$116,142,586	(\$111,319,325)	35%	(\$38,961,797)								
78				Subtotal													
79	A356	O.H. Conductors & Devices	WP11-E-3.3	Electric Transmission Property	\$8,153,622	\$129,901,566	(\$121,748,944)	35%	(\$42,612,130)								
80	A357	Underground Conductors	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
81	A357	Underground Conductors	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
82	A358	Roads and Trails	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
83	A359	Computer Hardware	WP11-E-3.3	Computer Equipment	455,217	2,292,252	(1,837,036)	35%	(642,962)								
84	A362	Computer Software	WP11-E-3.3	Software	62,363	541,606	(479,244)	35%	(167,770)								
85	A363	Communication Equipment	WP11-E-3.3	High Tech. Telephone Station Equip.	130,468	762,857	(632,388)	35%	(221,336)								
86	A364	Structures and Improvements	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
87	A390	Office Furniture & Equip.	WP11-E-3.3	Furniture and Fixtures	18,112	228,520	(210,408)	35%	(73,643)								
88	A391	Transportation Equipment	WP11-E-3.3	Transportation Equipment	0	0	0	35%	0								
89	A392	Store Equipment	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
90	A393	Tools, Shop & Garage Equip.	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
91	A394	Laboratory Equipment	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
92	A395	Power Operated Equipment	WP11-E-3.3	Electric Transmission Property	0	0	0	35%	0								
93	A396	Misc. Equipment	WP11-E-3.3	Electric Transmission Property	397	8,896	(8,499)	35%	(2,973)								
94	A398	Communication Equipment	WP11-E-3.3	High Tech. Telephone Station Equip.	57,438	167,269	(109,831)	35%	(38,440)								
95	A397	Communication Equipment	WP11-E-3.3	High Tech. Telephone Station Equip.	\$18,196,677	\$326,872,668	(\$308,676,992)	35%	(\$108,485,697)								
				Total													

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
CONSOLIDATED FEDERAL INCOME TAXES - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Lone Star is a member of a consolidated group for federal income tax purposes.
Refer to the Direct Testimony of Brian R. Murphy.

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
CONSOLIDATED BENEFITS - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

This Schedule is Not Applicable.

PUBLIC UTILITY COMMISSION OF TEXAS
LONE STAR TRANSMISSION, LLC.
CONSOLIDATED/INTER-CORPORATE TAX ALLOCATION - FINAL
FOR THE FINAL RATE PERIOD ENDING MARCH 31, 2014
DOCKET NO. 40020

Lone Star is a member of a consolidated group for federal income tax purposes.
Lone Star is not a party to an inter-corporate tax allocation agreement.
Refer to the Direct Testimony of Brian R. Murphy.