

Exhibit KEM-8

1	Costs, Revenues and Margins - DOCO Subdivision	
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3	<u>Data from 2005 Cost of Service Study</u>	
4	A. Number of Residential Consumers	1592
5		
6	B. Fixed Cost Expenses for Residential Consumers	
7	Transmission O&M	\$ 9,996.00
8	Distribution O&M	\$ 240,399.00
9	Consumer Accts	\$ 77,226.00
10	Administration and General Expense	\$ 332,175.00
11	<u>Depreciation, Tax Amortization, and Interest</u>	<u>\$ 562,847.00</u>
12	Total Fixed Cost	\$ 1,222,643.00
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14	Average Fixed Cost / Consumer / Year	\$ 767.99
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16	C. Variable Cost Expenses for Residential Consumers	
17	Wholesale Energy Costs	\$ 376,497.00
18	<u>Wholesale Demand Costs</u>	<u>\$ 338,293.00</u>
19	Total Variable Cost	\$ 714,790.00
20		
21	Average Variable Cost / Consumer / Year	\$ 448.99
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23	D. Average Total Cost / Residential Consumer / Year	\$ 1,216.98
24		
25	<u>Revenues and Margins</u>	
26	Average Revenue / Residential Consumer / Year	\$1,460.71
27	<u>Average Cost / Residential Consumer / Year</u>	<u>\$1,216.71</u>
28	Average Margin / Residential Consumer / Year	\$244.00
29		
30	Average Margin for Entire DOCO Subdivision / Year	☆ \$2,684.00