In reference to Schedule "B", page 27 of 82 – The Virginia Waters Transformer – a project cost \$1,150,000:

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Q. Please advise as to what aspects of demand-side management and conservation were considered prior to determining that the only alternative was the addition of a third transformer at the Virginia Waters substation. Please provide all relevant studies.

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A. No Demand Side Management or conservation alternatives were considered that specifically targeted the load supplied through the Virginia Waters substation.