

General

Q. Ref: PUB-52 NP. Explain what the “Other” costs are for Transformer Expenditures.

A. There are no “Other” costs associated with Transformer Expenditures (see Schedule B, page 42 of 80 of the Application).

The requirements for new transformers are divided into three categories: transformers for new customers, transformers to replace deteriorated units and transformers required for “Other” replacements.

As noted in the above reference, the “other” category is for transformers required for conversions and upgrades, plus an allowance for contingency (burnouts and storm damage, etc.). This category is estimated on the basis of planned projects and historical data.