

Q. Distribution**Transformers (Pooled), \$5,728,000****PUB 19.0 NP****Transformers (Pooled), \$5,728,000, p. 28 of 65****Please provide for each year from 2002 to 2007B the average cost per transformer.**

- A. The average cost per transformer for each year from 2002 to 2007B is provided in Table 1.

Table 1 Distribution Transformers Average Unit Cost					
2002	2003	2004	2005	2006F	2007B
\$1,700	\$1,611	\$1,850	\$1,981	\$2,323	\$2,294

The unit cost of distribution transformers varies from year to year based on the different type, size and voltage of units purchased. In recent years, the varying price of steel has contributed significantly to the increased unit cost of distribution transformers.