

1 Q. Re: Capital Plan, p. 2:
2 Hydro states, "The service lives of Hydro's assets are currently under review by
3 the Public Utilities Board and Hydro has assumed within this Application that
4 those recommended service lives will be approved." How will this application be
5 impacted if they are not all approved as requested by Hydro in the depreciation
6 proceeding?

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9 A. This application will not be impacted by the results of the depreciation proceeding.
10 Hydro provided anticipated service life data as part of this Application for
11 informational purposes, based on Gannett Fleming's recommendations. The
12 project proposals included in the Capital Budget Application were not based upon
13 the service lives of the assets being exceeded, but rather other factors such as
14 safety and reliability issues that have occurred or have a high probability of
15 occurrence due to the age of the assets.