

1 **Q. [ELG] – Please state whether the ELG calculation procedure resulted in a higher**
2 **depreciation expense requests in this proceeding. Further, identify the amount by**
3 **account or subaccount. Finally, to the extent the Company denies that the ELG**
4 **calculation procedure results in a higher annual depreciation expense rather than**
5 **reliance on the ALG calculation procedure, provide all support and justification for**
6 **such position.**
7

8 A. Please refer to the response to Request for Information CA-NP-003 for the depreciation
9 expense calculated based on the ALG procedure for each account, and to pages III-4
10 through III-14 of the Depreciation Study for the depreciation expense calculated based on
11 the ELG procedure.
12

13 In this proceeding, the depreciation expense calculated based on the ALG procedure is
14 lower than that based on the ELG procedure. However, due to the longstanding use of
15 the ELG procedure by Newfoundland Power the book reserve is *higher* and rate base is
16 *lower* than they would have been had the ALG procedure been used historically.