- Q. [ELG] Please state whether the Company's proposed net salvage values have been developed on an equivalent precise age relationship as reflected in the ELG calculation for calculating the life portion of the Company's depreciation request.
- A. Net salvage estimates are not based on an ELG or ALG basis. The net salvage percents are determined through judgment with consideration given to several factors such as: (i) the existing net salvage estimate approved by the Board; (ii) the historical net salvage analyses using company data; and (iii) net salvage estimates used by other electric utility companies.