

**Q. Section 2.3.1 p. 2-30 lines 5-10 and footnotes 61 and 62**

**Under other costs for 2014, disregarding:**

- a. Customer energy conservation costs of \$2,000,000.00 (Approx);**
- b. Increased vehicle expenses of \$400,000.00 (Approx);**
- c. Increase in Board assessment of \$300,000.00 (Approx); and**
- d. Increase in operating materials of \$450,000.00 (Approx).**

**Please explain in detail the costs associated with the remaining \$1.15M of the forecasted \$4.3M.**

**A.** The remaining approximately \$1.15 million of the forecasted \$4.3 million increase in other costs for 2014 as compared to 2010 is primarily inflation. Please see Company Evidence, Section 2.3.1, p. 2-30, lines 7-8.