

1 **Q. Pg. 27, lines 13-15 - Mr. Pous states the reduction in annual depreciation expense**
2 **and reserve variance amortization, Account 355.1 – Transmission Poles, is \$175,000**
3 **“after the removal of the ALG to ELG impact”. Please explain what is meant by the**
4 **removal of the “ALG to ELG impact”.**

5
6 **A.** The standalone impact reference for Account 355.1 was calculated by removing the ELG to
7 ALG differential from the total differential calculated by Mr. Pous associated with his
8 proposed life adjustment based on an ALG basis. Given the time period permitted for
9 review of data responses, identification and quantification of issues, and development of
10 testimony, time did not permit an attempt to perform ELG differential calculations, especially
11 given that Mr. Pous is recommending ALG-based rates.