

1 Q. Please explain if Hydro's application of an account depreciation rate to each asset
2 within the account is the same or different from the historical application of an
3 approved depreciation rate.

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6 A. Hydro's application of an account depreciation rate to each asset within the
7 account is different from the historical application of an approved depreciation
8 rate. Hydro previously assigned service lives based on accounting class such as
9 Hydraulic, Transmission, Distribution, Thermal, Gas Turbines and General Plant.
10 Deprecation is now based on the unit of property classifications as shown in
11 Schedule 1 of the 2009 Depreciation Study.