Date Filed: August 21, 2026

Witness: Ned W. Allis and Marisa B. Paruta
Request from: Office of Consumer Counsel

Question:

(Cost of Removal) Referring to Exhibit CLP Depreciation-3, page 178, Year 2023, "Cost of Removal Amount" column, number 13,097,695. Provide support for the number "13,097,695".

Response:

Please refer to OCC-219, Attachment 1 ("Attachment 1"), which supports Exhibit CLP-DEPRECIATION-3, at Page 178, Year 2023, "Cost of Removal Amount" column, totaling $13,097,695. Attachment 1 is a standard report (DEPR-1100) out of the Company's fixed asset accounting module, Powerplan. Attachment 1 provides the projects / work orders closed and unitized to Utility Account 364310 that had an associated cost of removal or recoveries from insurance companies (third-party damage claims recovered from wrongdoers). These amounts are functionally recorded to FERC Account 108 and attributed to the net salvage value in Vintage Year 2023 for Utility Account 364310. The Company notes that Column G in Attachment 1 is titled "Cost of Removal;" however, Column G does encompass both Cost of Removal charged to the work order and Insurance Reimbursements credited to the work order. For rate base and depreciation study purposes, and in accordance with the FERC Uniform System of Accounts, Cost of Removal, Gross Salvage, and Recoveries from Insurance Claims are all functionally classified in FERC Account 108 and part of a depreciation study's net salvage amount.