Date Filed: October 20, 2026

Witness: Julia Frayer
Request from: Public Utilities Regulatory Authority

Question:

(OM&A PFP and X-FACTOR) Exhibit CLP-PBR-2, p. 36. Confirm in equation Kt whether 1989 represents the starting vintage year "s" and 2024 represents the ending year "t," or vice-versa.

Response:

t refers to the current year, while s refers to the 35-year useful asset life. For example, retirements in 2015 will be subject to the BLS PPI inflation index for 2015 minus 35 years (i.e., the BLS PPI inflation index from 1980).