

1 **Requirement:**

2

3 **Depreciation rates by asset class.**

4

5 **Submission:**

6

7 Please refer to Attachment 1.

Nova Scotia Power Inc.
Depreciation Rates by Asset Class

	(1)	(2)	(3)	(4)	(5)
	Actual 2007	Compliance Rates 2007	Forecast 2008	Present Rates 2009	Proposed Rates 2009
1					
2					
3 FUNCTION					
4 Generation					
5 Steam	2.44%	2.44%	2.44%	2.50%	2.50%
6 Gas Turbine	2.32%	2.32%	2.32%	2.47%	2.47%
7 LM6000	3.33%	3.33%	3.33%	3.33%	3.33%
8 Wind Turbine	5.00%	5.00%	5.00%	5.00%	5.00%
9 Hydro	1.39%	1.39%	1.39%	1.51%	1.51%
10					
11 Transmission	2.65%	2.65%	2.65%	2.63%	2.63%
12					
13 Distribution	4.04%	4.04%	4.04%	4.11%	4.11%
14					
15 General Property	7.12%	7.12%	7.12%	8.04%	8.04%

1 **Requirement:**

2

3 **Accumulated reserve for depreciation.**

4

5 **Submission:**

6

7 Please refer to Attachment 1.

Nova Scotia Power Inc.
Accumulated Reserve for Depreciation
(Thousands of Dollars)

TABLE 2

	(1)	(2)	(3)	(4)	(5)
	Actual 2007	Compliance Rates 2007	Forecast 2008	Present Rates 2009	Proposed Rates 2009
1					
2					
3	RESERVE				
4	FUNCTION				
5	Generation				
6	Steam	709,920	713,839	747,200	781,720
7	Gas Turbine	22,434	22,237	23,128	23,673
8	LM6000	10,167	10,170	12,595	14,985
9	Wind Turbine	531	528	633	738
10	Hydro	132,474	132,528	137,143	141,554
11	Transmission				
12		305,856	309,004	321,189	336,288
13	Distribution				
14		563,049	570,694	603,015	644,647
15	General Property				
16		131,569	132,870	145,003	166,873
17	Grand Total	1,876,000	1,891,870	1,989,906	2,110,478

1 **Requirement:**

2

3 **Amortization expense.**

4

5 **Submission:**

6

7 Please refer to the Direct Evidence Section 5.0.

1 **Requirement:**

2

3 **Asset retirement obligations (ARO) reserve.**

4

5 **Submission:**

6

7 Please refer to Confidential Attachment 1.

Nova Scotia Power Inc.
Asset Retirement Reserve (ARO)
 (Thousands of Dollars)

TABLE 4

	(1)	(2)	(3)	(4)	(5)
	Actual 2007	Compliance Rates 2007	Forecast 2008	Present Rates 2009	Proposed Rates 2009
3 FUNCTION					
4 Generation					
5 Steam	69,707	69,707		77,306	77,306
6 Gas Turbine	2,746	2,746		3,045	3,045
7 Hydro	6,740	6,740		7,474	7,474
8					
9 Transmission & Distribution	4,261			4,562	4,562
10					
11 Total ARO	83,454	79,193		92,387	92,387
12					
13					

Forecasts are compiled for purposes of this rate application and are not intended to be relied upon for other purposes.