

1 Q. **Reference: Frequency Converter Depreciation Deferral Account**

2 Please compare the customer-class credits that would result from disposing of the
3 approximately \$1.6 million Frequency Converter Depreciation Deferral Account regulatory
4 liability directly as a one-time credit with those resulting from its proposed transfer to the
5 SCVDA or applicable Revenue Deficiency deferral accounts. Use a common assumed disposition
6 date, state the allocation method for each case and hold all other proposed rates constant.

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9 A. The customer-class credits would remain the same under both options. The same credit would
10 be refunded to customers as a one-time credit versus applied to a balance owing.