

DEPRECIATION DEFINITIONS

FILED³

APR 20 2007

STOUT VS. FERC

Missouri Public
Service Commission

... the loss in service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service **from causes which can be reasonably anticipated or contemplated**, against which the Company is not protected by insurance. Among the causes to be given consideration are wear and tear, decay, action of the elements, inadequacy, obsolescence, changes in the art, changes in demand, and the requirements of public authorities. (*Stout*)

... the loss in service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of electric plant in the course of service **from causes which are known to be in current operation** and against which the utility is not protected by insurance. Among the causes to be given consideration are wear and tear, decay, action of the elements, inadequacy, obsolescence, changes in the art, changes in demand, and the requirements of public authorities. (*FERC*)

OPC Exhibit No. 453
Case No(s). ER-2007-0002
Date 3/27/07 Rptr MV