









Response for IDR #1-10

For regulatory purposes, water meters have historically been depreciated over 20 years. And as shown in Exhibit AML-02 – Regulatory Depreciation, the legacy meters still have a 20-year depreciable life. However, the newly purchased Kamstrup meters have a 15-year life as was described in Mr. Rathbun’s testimony due to battery lifecycle. The shorter life span, however, is greatly outweighed by the improved efficiencies and accuracies of this new generation meter type which is a significant service enhancement and ultimate cost-saving as again described by Mr. Rathbun.