

**Cardwell, Sara J.**

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**From:** Dante Mugrace <dmugrace@Snavely-king.com>  
**Sent:** Thursday, August 22, 2013 10:57 AM  
**To:** Karl Pavlovic; Cardwell, Sara J.; Mike Majoros; Charlie King  
**Cc:** Norrell, Ryan M.; Diller, Michael R.; DeSaye, Cara G.; Hamre, John G.  
**Subject:** RE: 3-427 NSP: supplemental testimony  
**Attachments:** Revenue Requirement2corrected.xlsx; Copy2 of AEH-1, Schedule 03 2011 COSSDMCWC.pdf; Final updated Testimony.docx

To All:

Attached is my final updated testimony (redlined) and my updated Schedules.  
The Testimony updates the following issues:

Summary and Conclusions page 5  
Depreciation Reserve Balance page 14  
Cash Working Capital Allowance page 17  
Summary of Rate Base Issues page 22  
Depreciation Expense pursuant to M. Majoros' Supplemental Testimony page 77 and 78  
Rate Case Expenses to reflect one time payment for State Agency Fees and ALJ and updating Administrative Costs on an annual basis page 82  
Federal and State Income Taxes page 89  
Interest Synchronization page 90  
Net Operating Loss page 93

Based upon the updates, my recommended revenue requirement is a decrease of \$9,999,000 or a 5.65% decrease.

The Cash Working Capital PDF should be placed behind my Schedule DM-8.

I have kept the testimony as a redlined version in case you have any changes or adjustments you wish to make. Feel Free to finalize once everyone has had input in it.

I am sending this to everyone, but I would like Karl and Mike to review before it gets final. I have already provided my Affidavit to Karl for inclusion.

Thanks,

Dante

Dante Mugrace, Senior Consultant  
Snavely-King Majoros & Associates, Inc.  
8100 Professional Place, Suite 306  
Landover, MD 20785  
201-339-2213 (home)  
201-320-7781 (cell)

**65** **PU-12-813** Filed: 8/22/2013 Pages: 111  
**Advocacy Staff Revised Direct Testimony and Exhibits- Dante Mugrace**