

- Q.22. State whether the company eliminates tax savings by the payment of actual interest on construction work in progress not in rate base claim.
If response is affirmative:
- a) Set forth amount of construction claimed in this tax savings reduction, and explain the basis for this amount.
 - b) Explain the manner in which the debt portion of this construction is determined for purposes of the deferral calculations.
 - c) State the interest rate used to calculate interest on this construction debt portion, and the manner in which it is derived.
 - d) Provide details of calculation to determine tax savings reduction, and state whether State taxes are increased to reflect the construction interest elimination.
- A.22. The adjustment necessary to reflect the pro forma interest charges on measures of value for the test year is provided in Schedule D-11 of Exhibit Future 1.