

1 Q. **Depreciation**

2 Further to IC-NLH-045 above, please provide the ELG theoretical retirements by
3 year for new investment under the Iowa 110-R4 curve.

4

5

6 A. This response was provided by Concentric Advisors.

7

8 IC-NLH-046, Attachment 1 provides the ratios of percent surviving at each
9 5th percentage interval (as expressed by the age as a percentage of the average
10 service life) for the R2, R3, R4, and R5 Iowa curves. The theoretical retirements for
11 each 5 percent interval can be determined by calculating the difference between
12 the percentages surviving at each interval.

Statistical Analyses of Industrial Property Retirements

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TABLE 21.—PERCENT SURVIVING AND PROBABLE LIVES FOR THE
18 TYPE CURVES (Concluded)

Age, % of average life	Type curve R ₂		Type curve R ₃		Type curve R ₄		Type curve R ₅	
	Percent surviving	Probable life, % of average life	Percent surviving	Probable life, % of average life	Percent surviving	Probable life, % of average life	Percent surviving	Probable life, % of average life
0	100.00000	100.00092	100.00000	100.00028	100.00000	100.00049	100.00000	99.99926
5	99.48111	100.50914	99.94867	100.05019	99.99432	100.00601	100.00000	99.99926
10	98.87057	101.08309	99.85318	100.13849	99.98287	100.01658	100.00000	99.99926
15	98.15646	101.72709	99.69592	100.27647	99.96090	100.03575	100.00000	99.99926
20	97.32592	102.44535	99.44840	100.48208	99.92061	100.06894	100.00000	99.99926
25	96.36501	103.24196	99.08466	100.76782	99.84968	100.12389	100.00000	99.99926
30	95.25872	104.12095	98.57396	101.14676	99.72952	100.21114	100.00000	99.99926
35	93.99084	105.08634	97.88368	101.63005	99.53311	100.34439	99.99938	99.99928
40	92.54394	106.14223	96.98056	102.22631	99.22264	100.54048	99.99916	99.99978
45	90.89923	107.29284	95.83169	102.94124	98.74727	100.81910	99.99100	100.00441
50	89.03665	108.54264	94.40602	103.77725	98.04124	101.20197	99.95114	100.02514
55	86.93499	109.89632	92.67565	104.73329	97.02304	101.71159	99.82089	100.06662
60	84.57215	111.35892	90.61418	105.80632	95.59608	102.36961	99.49249	100.22810
65	81.92578	112.93574	88.18463	106.99765	93.65182	103.19487	98.80274	100.45760
70	78.97413	114.63229	85.32735	108.31810	91.07592	104.20140	97.53512	100.91344
75	75.69756	116.45422	81.95924	109.78732	87.75801	105.39634	95.39673	101.54592
80	72.08034	118.40714	77.98427	111.42969	83.60532	106.77778	91.94655	102.44128
85	68.11319	120.49643	73.31231	113.26927	78.55460	108.33401	86.55794	103.67210
90	63.79627	122.72704	67.88278	115.32584	72.42015	110.09162	78.54068	105.30800
95	59.14268	125.10323	61.68902	117.61279	64.75218	112.16416	67.46899	107.39151
100	54.18204	127.62833	54.79929	120.13688	55.38004	114.63438	53.61839	109.92926
105	48.96386	130.30446	47.37036	122.89916	44.79042	117.49630	38.27696	112.90149
110	43.56001	133.13217	39.64975	125.89626	33.97478	120.68251	23.63847	116.27958
115	38.06547	136.10993	31.96276	129.12074	24.00508	124.10272	12.08071	120.03018
120	32.59660	139.23330	24.68228	132.55817	15.65853	127.67001	4.95374	124.03417
125	27.28563	142.49366	18.17891	136.17725	9.26945	131.31951	1.61653	127.91040
130	22.27111	145.87615	12.75178	139.90743	4.80402	135.02206	0.29276	131.69264
135	17.68375	149.35708	8.54418	143.61243	2.02527	138.78538	0.00536	135.63094
140	13.62898	152.90150	5.45808	147.14050	0.59682	142.63490	0.00000	140.00000
145	10.16905	156.48448	3.16479	150.58516	0.08525	146.58440		
150	7.31033	160.00212	1.52141	154.08932	0.00128	150.66576		
155	5.00541	163.49812	0.51666	157.65651	0.00000	155.00000		
160	3.18217	166.99138	0.07308	161.30551				
165	1.80076	170.53418	0.00000	165.00000				
170	0.84904	174.13190						
175	0.28968	177.78330						
180	0.04712	181.49239						
185	0.00007	185.50000						
190	0.00000	190.00000						

TABLE 22.—TOTAL RENEWALS IN PERCENT FOR TYPE CURVES
(Intervals corresponding to 10 years average life)

Age-interval, percent of average life	TYPE CURVE														
	L ₀ *	L ₁ †	L ₂ †	L ₃ †	L ₄ †	L ₅ †	S ₀ *	S ₁ †	S ₂ †	S ₃ †	R ₁ *	R ₂ *	R ₃ *	R ₄ *	R ₅ *
0-10	2.93	0.95	0.11	0.00	0.00	0.00	1.17	0.16	0.00	0.00					
10-20	4.82	2.09	0.68	0.08	0.00	0.00	0.00	0.00	0.00	0.00					
20-30	5.00	2.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00					