

1 Q. **General Topics**

2 With the reference to Volume I, Chapter 4, Schedule 4-IV Page 1 of 1, please explain
 3 year over year changes in unamortized debt discount and financing.

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6 A. The unamortized debt discount is the difference between the value of the bond at
 7 maturity (the face value), and the proceeds from the sale of the bond.

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9 Please refer to Table 1 for year over year changes.

Table 1 – Unamortized Debt Discount and Financing (\$000s)

	Actual 2015	Actual 2016	Forecast 2017	Test Year 2018	Test Year 2019
Unamortized debt discount opening	(4,659)	(4,112)	(3,573)	(20,462)	(19,847)
Accretion of Long-Term Debt/Other	547	539	648	615	653
Unamortized Debt Discount from Issuance of New Debt			(17,537)		
Unamortized debt discount closing	(4,112)	(3,573)	(20,462)	(19,847)	(19,194)