

■ (c) Account 108 paragraph A.(2) through A.(7) are redesignated as paragraphs A.(3) through A.(8), a new paragraph A.(2) is added, and paragraph C. is amended by adding a sentence to the end of the paragraph;

■ (d) Account 110 paragraph A.(2) through A.(4) are redesignated as paragraphs A.(3) through A.(5), a new paragraph A.(2) is added, and paragraph C. is amended by adding a sentence to the end of the paragraph;

■ (e) Account 121, paragraph A. is amended by adding a sentence to the end of the paragraph; and

■ (f) Account 230 is added.

The revision and additions read as follows:

#### Balance Sheet Accounts

\* \* \* \* \*

##### 101.1 Property under capital leases.

\* \* \* \* \*

C. \* \* \* Records shall also be maintained for plant under a lease, to identify the asset retirement obligation and cost originally recognized for each lease and the periodic charges and credits made to the asset retirement obligations and asset retirement costs.

\* \* \* \* \*

##### 103 Experimental electric plant unclassified (Major only).

\* \* \* \* \*

C. The depreciation on plant in this account shall be charged to account 403, Depreciation expense, and account 403.1, Depreciation expense for asset retirement costs, as appropriate, and credited to account 108, Accumulated provision for depreciation of electric utility plant (Major only). The amounts herein shall be depreciated over a period which corresponds to the estimated useful life of the relevant project considering the characteristics involved. However, when projects are transferred to account 101, Electric plant in service, a new depreciation rate based on the remaining service life and undepreciated amounts, will be established.

\* \* \* \* \*

##### 108 Accumulated provision for depreciation of electric utility plant (Major only).

A. \* \* \*

(2) Amounts charged to account 403.1, Depreciation expense for asset retirement costs, for current depreciation expense related to asset retirement costs in electric plant in service in a separate subaccount.

\* \* \* \* \*

C. \* \* \* Separate subsidiary records shall be maintained for the amount of

accrued cost of removal other than legal obligations for the retirement of plant recorded in account 108, Accumulated provision for depreciation of electric utility plant (Major only).

\* \* \* \* \*

##### 110 Accumulated provision for depreciation and amortization of electric utility plant (Nonmajor only).

A. \* \* \*

(2) Amounts charged to account 403.1, Depreciation expense for asset retirement costs, in electric utility plant in service in a separate subaccount.

\* \* \* \* \*

C. \* \* \* Separate subsidiary records shall be maintained for the amount of accrued cost of removal other than legal obligations for the retirement of plant recorded in account 110, Accumulated provision for depreciation of electric utility plant (Nonmajor only).

\* \* \* \* \*

##### 121 Nonutility property.

A. \* \* \* This account shall also include, where applicable, amounts recorded for asset retirement costs associated with nonutility plant.

\* \* \* \* \*

##### 230 Asset retirement obligations.

A. This account shall include the amount of liabilities for the recognition of asset retirement obligations related to electric utility plant and nonutility plant that gives rise to the obligations. This account shall be credited for the amount of the liabilities for asset retirement obligations with amounts charged to the appropriate electric utility plant accounts or nonutility plant account to record the related asset retirement costs.

B. The utility shall charge the accretion expense to account 411.10, Accretion expense, for electric utility plant, account 413, Expenses of electric plant leased to others, for electric plant leased to others, or account 421, Miscellaneous nonoperating income, for nonutility plant, as appropriate, and credit account 230, Asset retirement obligations.

C. This account shall be debited with amounts paid to settle the asset retirement obligations recorded herein.

D. The utility shall clear from this account any gains or losses resulting from the settlement of asset retirement obligations in accordance with the instructions prescribed in General Instruction 25.

\* \* \* \* \*

■ 8. In Electric Plant Accounts, new primary plant accounts, 317, 326, 337, 347,

359.1, 374, and 399.1 are added to read as follows:

#### Electric Plant Accounts

\* \* \* \* \*

##### 317 Asset retirement costs for steam production plant.

This account shall include asset retirement costs on plant included in the steam production function.

\* \* \* \* \*

##### 326 Asset retirement costs for nuclear production plant (Major only).

This account shall include asset retirement costs on plant included in the nuclear production function.

\* \* \* \* \*

##### 337 Asset retirement costs for hydraulic production plant.

This account shall include asset retirement costs on plant included in the hydraulic production function.

\* \* \* \* \*

##### 347 Asset retirement costs for other production plant.

This account shall include asset retirement costs on plant included in the other production function.

\* \* \* \* \*

##### 359.1 Asset retirement costs for transmission plant.

This account shall include asset retirement costs on plant included in the transmission plant function.

\* \* \* \* \*

##### 374 Asset retirement costs for distribution plant.

This account shall include asset retirement costs on plant included in the distribution plant function.

\* \* \* \* \*

##### 399.1 Asset retirement costs for general plant.

This account shall include asset retirement costs on plant included in the general plant function.

\* \* \* \* \*

■ 9. Amend Income Accounts as follows:

■ a. Account 403.1 is added,

■ b. Accounts 411.6 and 411.7 are amended by designating the current paragraph as A., and adding a new paragraph B.,

■ c. Account 411.10 is added,

■ d. In account 421, paragraphs 4. through 6. are added, and

■ e. In account 426.5 paragraph 6 is added.

The additions read as follows:

#### Income Accounts

\* \* \* \* \*