

GEORGIA POWER
Book Depreciation Accrual Rate
Study
At December 31, 2017



**GEORGIA POWER
DEPRECIATION RATE STUDY
AT DECEMBER 31, 2017**

Table of Contents

PURPOSE	4
STUDY RESULTS	5
GENERAL DISCUSSION	6
Definition	6
Basis of Depreciation Estimates	6
Survivor Curves	7
Life Span Procedure	10
Interim Retirement Curves	10
Actuarial Analysis.....	11
Simulated Plant Record Procedure.....	12
Judgment.....	14
Theoretical Depreciation Reserve	15
DETAILED DISCUSSION.....	16
Depreciation Study Process	16
Georgia Power Depreciation Study Process.....	18
Production Depreciation Calculation Process.....	19
Life Analysis.....	22
APPENDIX A	93
Computation of Depreciation Accrual Rates.....	93
APPENDIX B	106
Comparison of Approved vs Proposed Accrual Rates	106
APPENDIX C	124
Comparison of Depreciation Parameters	124
APPENDIX D	127
Retirement Data for all Generating Units.....	127
APPENDIX E	131
Net Salvage Analysis by Account.....	131
APPENDIX F.....	136
Production Composite Net Salvage.....	136

GEORGIA POWER COMPANY
Docket No. 42516

Depreciation Rate Study

Due to the voluminous nature of the Depreciation Rate Study, it is being submitted in electronic format on a CD. The CD is located in the front pocket of this binder.