I notice on slide #9 that there is a Limitation. It states that "Amount to be no greater than the total amount spent three years prior on efforts to reduce the likelihood and consequences of disruptive events".

Example question.

- 1) We have not specifically went out and targeted danger trees that are dead, weak or leaning outside of our right away, therefore even though we have taken some out they cost is blended in with normal right-of-way maintenance. Since we cannot show exactly what has been spent in that area over the last 3 years could we have such a project?
- 2) We have not yet installed any adaptive protection technologies (self-healing) systems on our system. Could we apply for anything.

I am sure there are several other examples, but I think this explains our question.

Thanks,

Reed

J. Reed Cooper, P.E. Manager of Engineering Horry Electric Cooperative, Inc.