

1 Q. Provide the studies that support Hydro's expected cost recovery levels over  
2 the long-term for the Isolated Rural Systems (Hamilton Prefiled Testimony,  
3 page 5, lines 4 to 10).

4

5 A. The recovery levels referred to are identified as "may be achievable over the  
6 long term". These ratios simply reflect the current cost recovery levels and  
7 assume continuation of policies such as lifeline rates for Domestic and  
8 General Service customers. It would take a change in such polices to  
9 significantly increase the levels of cost recovery indicated. There was no  
10 detailed study conducted to arrive at these levels.