

1    Q.    If Hydro's 2004 Forecast Cost of Service was based on the # years recorded  
2           lowest historic inflow sequence experienced from the year Cat Arm came into  
3           service, would the revenue requirement change? If so, how?

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6    A.    It is estimated that hydraulic production for 2004 would decrease by  
7           approximately 118 GWh. Thermal production would therefore increase  
8           accordingly. This would result in an increase in the total revenue  
9           requirement of approximately \$5 million.