

Re: Page 52, lines 24-29

Q. This testimony recommends changes to billing demands to Industrial Customers. Assuming the Board approves such a recommendation, please indicate what Industrial Customer demands would be used for billing demands in Hydro's Cost of Service study.

A. The billing demands units used in Hydro's cost of service study (at Schedule 1.3.2) should reflect Hydro's forecast of the number of units that would be billed to industrial customers in the test year under the billing approach to be applied. If the billing demand treatment proposed by Mr. Osler and Mr. Bowman were adopted, the billing demand unit forecast should reflect the forecast number of units that will be billed to IC in the test year (assuming bills are based on actual peak for the month, with an 80% winter ratchet).