

1 Q. (Reference 2017 GRA Volume I, page 1.11) Has Hydro used the principle of
2 intergenerational equity in previous Hydro rate-making?

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5 A. Yes, intergenerational equity is a common consideration with respect to rate
6 making in this jurisdiction. One of the most recent uses of this principle was noted
7 by the Board in Order No. P.U. 14(2015):

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9 *Hydro further argues that approval of the Interim Rate Application will*
10 *add rate stability for 2015, enable the phase-in of Island Industrial*
11 *customer rates with materially lower customer impacts, and help to*
12 *mitigate intergenerational equity concerns.*

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...

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The Board will consider the rate proposals for each customer class
15 *balancing the interests of the utility and consumers so that the rates, to*
16 *the extent practical in the circumstances, allow the utility the opportunity*
17 *to earn a fair return and ease rate shock and contribute to rate stability*
18 *and intergenerational equity.*¹

¹ Page 10, lines 1 through 4 and page 15, lines 2 through 6.