

1 Q. (Summary Report – Additional Cost of Service Information, Appendix L) What is the
2 basis for the \$500,000 Cost Variance Threshold? How does it compare to that used
3 in other jurisdictions with supply cost variance accounts?
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6 A. The Cost Variance Threshold (or ‘Deadband’) of +/- \$500,000 included in the
7 Revised Energy Supply Cost Variance Deferral Account definition provided in
8 Appendix L is consistent with the Deadband in the existing Energy Supply Cost
9 Variance Deferral Account definition approved by the Board Order No. P.U.
10 22(2017).
11

12 Hydro has not completed a jurisdictional scan of Deadbands on other supply costs
13 deferral accounts.