

1 Q. In reference to Appendix A, please explain the adjustment column in detail and how
2 the amounts therein have been calculated. This should be fully evident from the
3 spreadsheet formulas, supporting spreadsheets and files.

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6 A. The adjustment column reflects the total amount of an applicable Rate Stabilization
7 Plan (RSP) balance that gets charged to or credited to Hydro's customers on
8 monthly invoices. If the Plan balance shows an amount owing by the customers,
9 the monthly invoices include a charge to recover a portion of the balance owed to
10 Hydro. If the Plan balance shows an amount owing to the customers, the monthly
11 invoices include a credit to repay a portion of the balance owed to the customers.

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13 The adjustment amounts are computed by multiplying the RSP write-off rates by
14 the energy units (kWh) consumed for the months. Appendix A to the 2006 report is
15 a compilation of RSP activity reported over the years, and the adjustment column
16 does not show how it was originally calculated. Please refer to the RSP
17 spreadsheets filed in response to PUB-NLH-27 for calculations.