

1    Q.    **2013 CDM Costs Deferral**

2            Per Table 3.9 Deferred Charges Hydro indicates that it 2013 CDM spending will be  
3            \$2.6M. Please explain the reason for the difference in this application request of  
4            \$2.6M and the original applied amount of \$1.95M in question 1 above.

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7    A.    The \$2.63M estimate for the 2013 CDM deferral was established as a part of GRA  
8            evidence and based on the assumptions of participation and uptake in each  
9            program as known at the time. The estimate was later reduced by \$0.65M for the  
10           Industrial Energy Efficiency Program (IEEP) to reflect reduced participation by the  
11           Industrial Customers in the program. The most recent assessment of IEEP costs  
12           have reduced the Deferred CDM costs to \$1.95M as outlined in the 2013  
13           Conservation Cost Deferral and Program Expansion Application and noted in the  
14           response to CA-NLH-130.