

1     Q.     Operations and maintenance costs have increased from \$93.4M in 2007 to \$138.2M  
2           in the 2015 test year, or 48%. What is the percentage increase on an inflation  
3           adjusted basis? In the response, please describe the basis of the inflation  
4           adjustment. (Volume I, Reconciliation to Original GRA Filing, Table 2, page 1.13R)

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7     A.     The percentage increase on an inflation adjusted basis is 33.2%. The basis of this  
8           inflation adjustment is the GDP Implicit Price Deflator issued by the Conference  
9           Board of Canada.