

1 Q. **Reference: 2013 Amended GRA, Section 3: Finance, page 3.10, lines 6-7**
2 Please reconcile the 2014 test year total revenue requirement with the 2014 COS in
3 the same manner that 2015 total revenue requirement is reconciled in footnote 7
4 on the same page.

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6
7 A. Please see the reconciliation of the 2014 Test Year revenue requirement with the
8 2014 COS below. Note that the 2014 Test Year COS was prepared assuming that
9 fuel costs were recovered through base rates and not the RSP, consistent with test
10 year methodology. This was necessary to properly allocate costs by customer. The
11 2014 Test Year revenue requirement provided in Schedule I, Page 6 of 11, in the
12 Finance Evidence to Hydro's Amended Application adjusts both fuel costs and
13 revenues to reflect the 2007 Test Year fuel price and assumes recovery of the fuel
14 costs through the operation of the RSP.

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	(\$ Millions)
Total Revenue Requirement per Finance Schedule I, Page 6 of 11	562.9
Add: Fuel Cost Adjustment	81.9
Less: Expense Credits	(2.4)
Add: IOCC Cost Recovery	1.9
2014 Revenue Requirement per Cost of Service	<u>644.3</u>