

1 Q. **Reference: Section 2.2.3.**

2 Please provide an annual accounting for all expenditures and amortization of CDM
3 expenses to date.

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6 A. Hydro amortized \$250,000 of the cost of a Conservation and Demand Management
7 (CDM) Potential Study conducted by Marbek Resource Consultants over a five-year
8 period ending in 2011. There has been no amortization of CDM program expenses
9 to date. The detail for all program expenditures to the end of 2012 is found in
10 Hydro's Cost of Service Study/Utility and Industrial Rate Design Report, Exhibit 9,
11 Section 4.1.2, Table 6: CDM Portfolio Spending. The current forecast for 2013
12 program portfolio costs is expected to be approximately \$2.15M as described in the
13 2013 Conservation Cost Deferral and Program Expansion Application filed with the
14 Board in January 2013. Approximately \$1.95M is expected to be related to the
15 proposed deferral recovery mechanism and the remaining to be charged to non-
16 regulated operations.