

1 Q. Please indicate if Hydro considered the option of eliminating the NP demand charge
2 and charging energy for the second block at the run out cost for Holyrood and the
3 first block at the residual value. Please provide the rate estimates that would arise
4 under this scenario.

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7 A. For this GRA Hydro did not consider the option of eliminating the NP demand
8 charge and charging energy for the second block at the run out cost for Holyrood
9 and the first block at the residual value.

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11 The rate estimates that would arise under this scenario for the 2014 Test Year are:

12 First Block 65.67 Mills/kWh

13 Second Block 104.00 Mills/kWh