

1 Q. **Re: NLH Evidence, Section 3, page 3.30, Table 3.9.**

2 Please provide a historical account of additions, amortization and balances for the  
3 CDM deferral account.

4 Please explain why the amortization for the CDM deferral account is only \$0.2  
5 million.

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8 A. Details pertaining to historical balances for CDM deferral account can be found  
9 below. To date, there has been no amortization or recovery of CDM program  
10 related costs.

11

Annual Conservation and Demand Management Expenditures by Program						
Program Description	2009A	2010A	2011A	2012A	2013 Forecast to March 31	
Industrial CDM	\$ 159,313	\$ 412,024	\$ 97,886	\$ 169,948	\$	263,963
Residential Windows	\$ -	\$ -	\$ 68,579	\$ 102,346	\$	22,614
Residential Insulation	\$ -	\$ -	\$ 116,377	\$ 107,940	\$	22,072
Residential Thermostat	\$ -	\$ -	\$ 24,704	\$ 42,879	\$	8,378
Commercial Lighting	\$ -	\$ -	\$ 42,967	\$ 10,392	\$	10,282
High Efficiency Heat Recovery Ventilation	\$ -	\$ -	\$ -	\$ -	\$	3,811
Coupon	\$ -	\$ -	\$ 123,413	\$ 92	\$	-
Isolated Systems Communications	\$ -	\$ -	\$ -	\$ 857,975	\$	269,436
Isolated System Commercial Custom	\$ -	\$ -	\$ -	\$ 92,976	\$	36,450
Island Interconnected Commercial Custom	\$ -	\$ -	\$ -	\$ -	\$	4,139
Year End Balance	\$ 159,313	\$ 412,024	\$ 473,926	\$ 1,384,548	\$	641,145
Cumulative total	\$ 159,313	\$ 571,337	\$ 1,045,263	\$ 2,429,811	\$	3,070,956

12 The balance of \$3.1 million shown above is amortized over seven years and results  
13 in an annual amortization of approximately \$0.4 million. The 2013 Test Year  
14 includes a half year of amortization, yielding a forecasted Test Year recovery of  
15 approximately \$0.2 million.