

1    Q.    Reference: General Rate Application filed July 30, Application Schedule A: Industrial  
2           - Firm (Interim), pages 5 & 6 of 11  
3           The industrial firm rate is on page 5 and the phase in industrial firm rate is on page  
4           6. Please indicate where in the application that it states which of these two rates  
5           becomes effective on January 1, 2014. As the application is for interim rates, please  
6           explain why the rates on page 5 are necessary.

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9    A.    Pages 5 and 6 of Schedule A contain rates to be approved during this GRA without  
10          phase-in (Page 5), and rates to be applied to effect Government direction as to  
11          phasing in IC rates, which are shown on Page 6 under the heading of "Phase-in  
12          Rates". Both sets of rates are necessary for Hydro to implement both its January 1,  
13          2014 interim base rate changes and phasing in IC rates. Hydro will calculate its  
14          revenue based upon the approved rates, and calculate the drawdown of the IC RSP  
15          Surplus with reference to the Phase-in Rates.