

1 Q. Reference: Interim Rate Application filed November 18, 2013
2 Assuming that the Board approves the interim rates as proposed, please provide
3 Hydro's best estimate as to the industrial customer RSP adjustment starting January
4 1, 2013. Please indicate if it is an addition or reduction to the industrial base energy
5 rate.

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8 A. Hydro's current estimate of the RSP adjustment effective January 1, 2014 is 1.67
9 mills/kWh owing to Hydro, as provided below. The fuel rider of (1.17) mills/kWh is
10 forecast using sales for the 12 months ended September 30, 2013. In accordance
11 with the RSP rules, the credit of \$411,413 Industrial Allocation of the forecast fuel
12 increase will be divided by sales for the year ended December 31, 2013 for the
13 actual fuel rider calculation. The current portion of 2.84 mills/kWh is calculated
14 using the forecasted December 31, 2013 closing Industrial Customer RSP balance of
15 \$1,009,747 divided by the year ended December 31, 2013 forecasted sales and will
16 also be updated to reflect actual data. The actual January 1, 2014 IC RSP
17 Adjustment will be filed with the Board in January.

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IC RSP Adjustment (mills/kWh)	
Current Plan	2.84
Fuel Rider	(1.17)
Total RSP Adjustment	1.67