

1 Q. Reference: Second Interim Rates Application Evidence, section 2.3 Shortfall, page 4,
2 lines 13 to 14
3 The evidence states "As indicated in section 2.1, Hydro's 2014 GRA forecast net
4 income shortfall under existing rates relative to proposed rates is approximately
5 \$29.4 million (i. e., \$33.2 minus 3.8)". Please add additional detail to that statement
6 by completing the following table.

7

Forecast Net Income Shortfall By System

System	Shortfall (\$)
Island Interconnected	
Island Isolated	
Labrador Isolated	
L'Anse au Loup	
Labrador Interconnected	
TOTAL	

9

10

11 A. Hydro will be proposing to allocate the 2014 net income shortfall in the 2015 Test
12 Year Cost of Service Study. This allocation will be based upon the proportionate
13 forecast 2015 Test Year revenue requirement by system. Therefore, this
14 information will not be available until Hydro files its amended application.