Page 1 of 1

1	Q.	(RSP Evidence, page 1, lines 22-23) Is it possible that a surplus could arise following
2		the IC rate phase-in, and if so, how is Hydro proposing it be handled from an
3		accounting and rates perspective?
4		
5		
6	A.	It is possible that a surplus could arise following the IC rate phase-in. Hydro has
7		proposed, as stated on Page RSP-10 of Schedule B to its Application, that at the end
8		of the phase-in period any remaining balance will be added to the Industrial
9		Customer plan then in effect. This would be true regardless of whether the amount
10		was owing to or from the IC class.