

1 Q. (April 10, 2014 report entitled Supply and Install 100 MW (Nominal) of Combustion
2 Turbine Generation) It is stated (page 9) "*Hydro is proposing to negotiate*
3 *interruptible contracts with major industrial customers at least for 2014-2015*". How
4 will Hydro determine if the interruptible contracts are economic?

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7 A. Hydro is seeking input from its Industrial Customers regarding their costs associated
8 with provision of interruptible capacity and comparing it to Hydro's incremental
9 cost to supply peak load. Hydro is also reviewing its forecast load requirements and
10 load duration models for the upcoming winter season to determine the anticipated
11 frequency of utilization of interruptible load. Hydro will work within those
12 parameters to determine an arrangement that is fair to the interruptible
13 customer(s) and provides savings to the ratepayer.