

1 Q. (April 10, 2014 report entitled Supply and Install 100 MW (Nominal) of Combustion  
2 Turbine Generation)

3 At p. 9 Hydro states, *"Hydro will be assessing the annual cost of the combustion*  
4 *turbine plant with its other costs and will make an appropriate application to the*  
5 *Board for approval for the recovery of these cost changes in its customers' rates."*

6 When does Hydro presently anticipate that it will make such an application to the  
7 Board?

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10 A. This project is scheduled to be commissioned and in service before the end of the  
11 2014 calendar year. It would therefore be anticipated that this completed project  
12 would be included in Hydro's rate base commencing in that year. Hydro will be  
13 filing a 2014 and 2015 test year as part of its Amended General Rate Application, in  
14 the fall of 2014. It would be normal and appropriate for these test years to include  
15 all items in forecast rate base and, therefore, it is anticipated that rates set for the  
16 2015 test year would include appropriate amounts to collect depreciation and other  
17 expenses, and a return on rate base, associated with this new asset.