Q. Reference: Evidence – Application for Deferral and Recovery of 2014 Capacity-1 2 Related Supply Costs, Page 1, Lines 4-6. Please confirm that the customer loads experienced during the January 2-8, 2014 3 period were within a reasonable range of what Hydro would have expected for the 4 5 2013-2014 winter season. If Hydro is unable to confirm this, please explain in detail 6 why. 7 8 9 A. Although the customer peak loads experienced during the January 2 to 8, 2014 10 period were within a reasonable range of what Hydro would have expected as the peak for the 2013-2014 winter season, Hydro did not forecast the extent and 11 duration of the loads experienced during this period, together with the loss of 12 13 generation and the transmission issues, all of which cumulatively contributed to the 14 outages experienced during this period. The coincident of events was not within 15 the range of cumulative events anticipated or planned for by Hydro. As noted in 16 Hydro's response to NP-NLH-002, the overall capacity constraints were very unusual

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and not predicted.