

1 Q. **2018 Revenue Deficiency**

2 Hydro's August 23, 2017 letter to the Board states that "For the operation of the
3 Rate Stabilization Plan (RSP), Hydro proposes the RSP operate for 2018 based on
4 the 2015 Test Year inputs." Please confirm that 2018 revenue requirement is
5 calculated based on 2015 test year fuel prices.

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8 A. It is not confirmed.

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10 The 2018 Test Year revenue requirement is based on a forecast No. 6 fuel cost of
11 \$86.41 per barrel. This amount is derived based on the 2018 Test Year No. 6 fuel
12 cost of \$217,927,000 divided by 2,522,118 barrels as provided in Schedule 3-V, page
13 1 of 1.