

1 Q. **Volume 1 (1st Revision), Chapter 5: Rates and Regulations**

2 Based on Hydro’s filing, by what date would customer rates based on a 2019 test
3 year need to be implemented to avoid a revenue deficiency for 2018? (Volume I
4 (1st Revision), Chapter 5: Rates and Regulations, Page 5.14, Line 1, et. seq.)

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7 A. Customer rates based on a 2019 Test Year implemented on February 1, 2018 would
8 result in a 2018 revenue *sufficiency* for Hydro of approximately \$3.4 million.

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10 Customer rates based on a 2019 Test Year implemented one month later on March
11 1, 2018 would result in a 2018 revenue *deficiency* for Hydro of approximately \$9.1
12 million.

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14 Implementation of 2019 Test Year rates in 2018, excluding the impact of any
15 revenue deficiency or sufficiency, would result in material rate increases to
16 customers. Details of the impacts by customer class are shown in Table 5-1 of
17 Hydro’s Application.¹

¹ Please see columns titled “2019 TY Increase Relative to July 1, 2017 Rates”.