

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

2 Based on Hydro's filing, what would Hydro's forecast 2018 revenue deficiency be if
3 customer rates based on a 2019 test year were implemented on July 1, 2018?

4 (Volume I (1st Revision), Chapter 5: Rates and Regulations, Page 5.14, Line 1, et.
5 seq.)

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8 A. If Hydro's proposed 2019 rates were implemented on July 1, 2018, Hydro's 2018
9 revenue deficiency would be approximately \$38.1 million.

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11 Implementation of 2018 customer rates based on 2019 Test Year costs without the
12 use of interim rates to provide earlier recovery of 2018 costs, excluding the impact
13 of any revenue deficiency or sufficiency, would result in material rate increases to
14 customers. Details of the impacts by customer class are shown in Table 5-1 of
15 Hydro's Application.¹

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