

1 Q. **Reference: John T. Browne Evidence, Page 14**

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3 *“Prior to full commissioning, the MFP will provide net benefits to Hydro and its*
4 *customers; however, after full commissioning, there will be a significant increase in*
5 *Hydro’s cost of power and the rates it charges its customers. The Pre-commissioning*
6 *Net Benefits are an integral part of the MFP and would not occur without it.*
7 *Therefore intergenerational equity would require that the Pre-commissioning Net*
8 *Benefits be deferred and amortized after full commissioning of the MFP. In this way,*
9 *the future customers who have to bear the increase in costs as result of the MFP get*
10 *the net benefits of the project prior to commissioning.”*

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12 Is Mr. Browne aware of similar deferral accounts established in other jurisdictions
13 where customers were required to contribute in advance to cover costs anticipated
14 to occur in the future? If the answer is yes, please provide details and references
15 for such deferral accounts.

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18 A. This response has been provided by JT Browne Consulting.

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20 Please refer to Hydro’s response to PUB-NLH-146.