

1 Q. **Off Island Purchases**

2 Page 6.1, lines 16-18 – Hydro is proposing that net savings from off-island purchases
3 be placed in the proposed deferral account. Does Hydro propose that losses
4 associated with such purchases, should there be any, also be included in the
5 deferral account?

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8 A. Yes, Hydro’s proposal reflects the inclusion of the cost of losses in determining the
9 balances in the Off-Island Purchases Deferral Account.