

1 Q. (Reference 2017 GRA Volume I, page 5.8) It is stated (lines 12 to 13) “*Hydro is*
2 *proposing to discontinue the generation credit agreement between Hydro and CBPP*
3 *on December 31, 2018.*” Given that low-cost off-island purchases are expected to be
4 available in 2018, why is Hydro proposing the CBPP pilot be discontinued on
5 December 31, 2018 rather than January 1, 2018? What benefits are customers
6 expected to receive in 2018 from this agreement that justify its continuance
7 through year-end 2018?

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10 A. As noted in Hydro’s response to PUB-NLH-075, there are no amounts included in
11 the 2018 Test Year associated with the generation credit agreement; therefore, the
12 continuance of this pilot agreement will not impact customers in 2018.

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14 Hydro has filed this proposal as part of its 2017 General Rate Application (GRA), the
15 process of which is currently underway and is expected to continue into 2018.

16 Throughout this process, all parties will have an opportunity to present evidence on
17 this matter to the Board for consideration in its final Order on Hydro’s GRA.