

1 Q. Reference: Exhibit 2, Table 28, page 33:

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3 Hydro shows the amount of the 2014 Cost Deferral to be included in 2015 average  
4 rate base is \$44,231,000. Please explain why this amount is not adjusted  
5 downward for the prudence disallowances ordered by the Board of \$6,119,000 for  
6 the 2014 test year.

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9 A. The 2014 Cost Deferral was adjusted downwards for the prudence disallowances of  
10 \$6,119,000, as ordered by the Board in Order No. P.U. 13(2016). Please see Hydro's  
11 response to NP-NLH-004.