

B-40

BC Hydro 2015 Rate Design Application

BC HYDRO UNDERTAKING NO. 2

HEARING DATE: August 16, 2016

REQUESTOR: BCOAPO

TRANSCRIPT REFERENCE: Volume 3, page 488, lines 19 - 22

QUESTION:

Are there any plans to eliminate the Deferral Account Rate Rider and if so when?

RESPONSE:

Direction No. 7, sub-sections 10-1 and 10-2, issued to the British Columbia Utilities Commission (the Commission) states that the Commission must set the Deferral Account Rate Rider at 5 per cent until BC Hydro applies for a change.

As stated in BC Hydro's F2017 – F2019 Revenue Requirements Application (page 1-18, Line 14) BC Hydro expects to retain the Deferral Account Rate Rider at 5% for the duration of the 2013 10 Year Rates Plan that extends to the end of fiscal 2024. BC Hydro has made no determination with regard to the Deferral Account Rate Rider after fiscal 2024.