LPMA Interrogatory #3

Interrogatory

Ref: Exhibit B1, Tab 1, Sch. 1, Att. 1

a) Were there any significant one-time revenues or expenses in 2018 that were incorporated into the lead/lag analysis that would not be expected to continue over the 2020 through 2026 period? If yes, please highlight any such items.
b) Please confirm that the difference in revenue lags between hydroelectric (35.40 days in Table 13) and nuclear (35.46 days in Table 14) is entirely related to the weighting factors by month. If this cannot be confirmed, what other difference(s) are there?

Response

The following response was prepared by Navigant Consulting Inc. ("Navigant"):

a) As discussed at Ex. L-B1-01-LPMA-004, Navigant considered the PILS top-up payment for the 2017 tax year to be a non-regular item.

b) Confirmed. The 'Service Period Beginning', 'Service Period Ending', 'Invoice Date' and 'Payment Date' are identical for hydroelectric and nuclear. The difference is caused by changes in weighting across months.