

QBR Follow Ups November 2014

- Why are actuals for the Southern Intertie short term less than the forecast/SOY/rate case columns?
 - In FY 2014, the Southern Intertie short term revenue under-ran the forecast by about \$600K. Given the strong hydro conditions and price spread between NP15 and Mid-C we had modeled levels of Southern Intertie short term reservations reflected in the forecast. The actual reservations, however, came in lower than we expected in July and September.

- What was the discount rate used to calculate the \$130 million in net present value for the FY 2014 overall savings of the regional cooperation debt refinancing?
 - The discount rate was 3.17%.