

1 **UNDERTAKING J3.2**

2
3 **Undertaking**

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5 To provide revenue requirement impact if Forced Loss Rate were 1.1 per cent.

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8 **Response**

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10 There is no revenue requirement impact associated with a change in Forced Loss Rate.
11 Forced Loss Rate ("FLR") impacts revenues and not costs.

12
13 Incremental revenue for 2011 and 2012 would be approximately \$7.0M per year based
14 on a 0.12 TWh per year increase in generation resulting from an FLR of 1.1 per cent
15 versus the 1.5 per cent FLR target.