

## NEEDS FOR AND ALTERNATIVES TO (NFAT)

## Manitoba Hydro Undertaking #25

Manitoba Hydro to confirm if the analysis done on the DSM Programs is consistent with Board Order 43/'13, particularly on page 44.

"In evaluating demand- side management programs, the rate impact measure test should not be a barrier to higher levels of demand-side management savings and should be applied only at the portfolio level, not the individual program level."

## **Response:**

MH confirms that the economic evaluations provided on option levels of DSM and the financial evaluations (rate impacts) that are to be provided were undertaken in a manner consistent with page 44 of Board Order 43/13. Each of the three 2014 DSM option levels is in itself a portfolio consisting of a number of DSM programs targeting the residential, commercial and industrial sectors. These evaluations were undertaken comparing the levels or portfolios with respect to each other. This analysis did not evaluate the financial analyses of individual programs.

The three DSM options (or portfolios) were each developed by considering the TRC test for the individual programs. The programs were not screened using the rate impact measure test.

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