Q. The response to IC-87 indicates that if the GNP transmission lines, terminal stations and generators were assigned to the rural class, the wheeling rate would be 0.541 cents / kWh (page 27, line 3). The same reference in J. Brickhill's evidence and page 4 of rate schedule A shows that Hydro's proposed wheeling rate is 0.695 cents / kWh. Explain why the transmission lines and terminal stations on the Great Northern Peninsula increase the wheeling rate by 28.47% when the wheeling is between; (a) Buchans and Grand Falls, (b) Buchans and Stephenville, and (c) Grand Falls and Stephenville.

A. Hydro's wheeling rate is based on costs and energy associated with the Common transmission grid. The allocation of the Great Northern Peninsula in IC-87 changes the definition of the Common transmission grid, and transmission costs and energy change accordingly. Refer also to the response to IC-225.