Q. IC 252.Further to IC-120 (3): 1 2 In light of: (i) section 3(a)(iv) of the Electrical Power Control Act, 1994, a. (ii) the directive from the Minister of Mines and Energy to Hydro on 3 4 October 22,1999 (IC-9 attachment), and (iii) the expressed intent of 5 the ex parte application of Nov. 19, 1999 (IC-6) and the intent of Order 6 P.U. No. 23 (1999-2000), explain why Hydro has continued to cause 7 the Industrial Customers to subsidize rural customers through the rate 8 stabilization plan rates since Jan.1, 2000. 9 10 b. How does Hydro intend to reimburse the Industrial Customers for the 11 amounts paid by Industrial Customers through the RSP in respect of 12 subsidy to rural customers since Jan. 1, 2000? 13 14 Α. The issue of Industrial Customers continuing to subsidize rural a. 15 customers through the rate stabilization plan was not discussed nor 16 considered in filing for the ex parte application of November 19, 1999. 17 Upon review of this issue, Hydro is proposing to make the necessary 18 adjustments as outlined in response to IC-242.

Refer to the response to IC-242.

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b.