

1 Q. Provide a comparison of Hydro’s level of subsidization of rural customers to
 2 the subsidization between classes of customers in other jurisdictions across
 3 Canada.

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 5 A. In the spring of 2001, Manitoba Hydro conducted a survey with respect to
 6 rates and revenue recovery in remote areas served via diesel generation. A
 7 summary of this data is shown below.

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Utility	Communities Served	No of Cust	Operating Deficit (\$ millions)
BC Hydro	9	9,100	28
Northwest Territories Power Commission	51	15,800	0
ATCO Electric (Alberta)	10	NA	NA
Newfoundland & Labrador Hydro	25	4,500	16
Hydro Quebec	40	13,800	106
Hydro One Remote Communities (Ontario)	20	3,700	18
Manitoba Hydro	4	800	3
Yukon Electrical	10	1,300	NA

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10 There is cross subsidization in all areas except Northwest Territories Power
 11 where current rates recover costs. Both ATCO Electric and Yukon Electrical
 12 do not track the operating deficit amounts separately however the costs are
 13 recovered through cross subsidization as well.