

1 Q. RE: Phasing in of Labrador Interconnected Rates for the New Rate Classes

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3 61.1 Why has Hydro not proposed in this application a five-year plan that
4 will complete the phasing-in of the Labrador Interconnected rates?

5 Has such a plan been designed? Provide details, including the
6 anticipated effect on revenue requirement during the implementation
7 period. What is the planned implementation date of this plan?

8 (WEW, p. 8, lines 21 - 23)

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10 A. 61.1 Consolidating 24 different rates into one uniform set can be

11 accomplished in many ways. Hydro has therefore submitted a set of
12 uniform final rates that reflect its approach for discussion purposes.

13 Based on these discussions and the Board's recommendations on
14 their appropriateness, Hydro will prepare and submit to the Board, a
15 five year plan to implement the appropriate set of uniform rates.

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17 Hydro has, as a first step in the process, proposed rates for the
18 Labrador Interconnected System that reduces the number of rates
19 significantly and applies similar rate structures for similar customers.

20 Moreover, Hydro has been able to develop a single set of rates for the
21 customers in Labrador City and Wabush. The proposed rates are

22 consistent with the set of final rate structures that have been

23 submitted for discussion.