

1    Q.    What does NLH anticipate to be the implications for the future growth in its  
2            own rate base and in Newfoundland Power's rate base of a demand and  
3            energy rate structure?

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6    A.    Hydro anticipates that with respect to its own rate base a demand and  
7            energy rate will act to increase system load factor and defer new capacity.  
8            Hydro has not anticipated the effect of a demand and energy rate on  
9            Newfoundland Power's rate base.