

1 Q. Based on the 2004 test year COSS, provide the demand and energy rates
2 which would need to be charged to NP based on the criteria for the demand
3 and energy rates proposed for the Industrial Customers.

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6 A. These customers and their conditions of service are so different that it is
7 difficult to make meaningful assumptions for purposes of a rate comparison.
8 Some of the reasons they are not comparable are:

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- 10 • Treatment of generation - industrials pay for generation outage power; NP
11 does not.
- 12 • Industrials pay for power on order; NP does not.
- 13 • Industrials have more direct control of their load.
- 14 • NP rates include the rural deficit; the industrial rate does not.