

**IC-434 PUB**

***What is it in the “impacts associated with the change” as referred to at line 11 of page 9 that favours implementation of the Peak Credit Method?***

Response:

The impacts that were referred to are the changes in the amount of demand-related costs across systems. Theoretically, an isolated system should have higher demand related production costs as compared to an interconnected system. The impact of using the Peak Credit methodology accomplishes that goal and therefore supports the usage of the methodology.