

IC-438 PUB

How does EES Consulting justify imposing an additional \$1.5 million per year of costs on the Industrial Customers arising out of the interconnection of the Great Northern Peninsula, when such interconnection has no impact on the operations of the Industrial Customers of their demands upon the electrical system.

Response:

Based on NLH's report, it is EES Consulting's understanding that all customers in the interconnected system benefit from the generation resources on the GNP. This benefit cannot be obtained without the related transmission facilities. Therefore, as stated in our testimony, generation facilities and related transmission facilities should be assigned in a similar manner.