# Newfoundland & Labrador Hydro

# 2003 General Rate Application

## Towns of Labrador City and Wabush Responses to <u>Hydro Information Requests</u>

### <u>Request</u>

NLH-247 LC With reference to Page 4 paragraph 4, how can Hydro recover embedded transmission or other costs if these costs are allocated to CFB- Goose Bay and forecast load does not materialize or has to be reduced to permit firm deliveries?

#### <u>Response</u>

To the extent that any forecast load does not materialize, the corresponding amount of forecast revenues will not be realized. It is equally true that if costs are allocated to Labrador West (or to Newfoundland Power or Island Industrials or any other class) and the forecast load does not materialize or is reduced, a portion of the costs will not be recovered.