

1 **Larry B. Brockman**

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3 **(Re: Page 6, lines 15-18)**

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5 **Q. Although NP has a fairly well known load profile, to what extent does NP believe**
6 **there is merit to using a demand and energy rate in order to influence the behavior**
7 **of the components of load that comprise NP's aggregate load profile?**

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9 A. As explained in Newfoundland Power's prefiled evidence, a demand/energy rate would
10 not cause Newfoundland Power to change its customer rate designs. Newfoundland
11 Power knows of no cost effective demand management programs it can implement to
12 change its customers' load profiles. Therefore, Newfoundland Power does not believe
13 there is merit in Hydro using a demand/energy rate in order to influence the behaviour of
14 the components of Newfoundland Power's load.