1	Q.	For all demand metered rate classes not impacted by the lifeline block and
2		rural subsidy policy, please describe the process used to develop the relative
3		weighting of demand, energy, and monthly charges found in rates. Please
4		include a discussion of the contributing role (if any) in rate design of the
5		demand, energy, and customer related costs allocated to the respective rate
6		classes in the cost of service study.
7		
8		
9	Α.	There are two sets of demand metered rate classes not impacted by the
10		lifeline block and the rural subsidy policy. These are the Isolated
11		Government accounts and the Labrador Interconnected demand metered
12		classes.
13		
14		The average rate of general service customers (2.2, 2.3, and 2.4) on the
15		isolated system are used to determine the revenue requirement. For
16		demand metered government departments on the isolated system, demand,
17		energy, and monthly charges target those outlined in the cost of service
18		study.
19		
20		For Labrador Interconnected, the revenue to cost coverages are given
21		greater weighting than the individual rate components. The demand charges
22		are set so that they are the same for both Labrador West and Happy Valley /
23		Goose Bay and then the kWh rate combined within the five year time frame
24		specified.