

1 Q. **Reference: 2018 Cost of Service Methodology Review Report dated November 15, 2018**

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3 Information on transmission network classification is not provided in the CA Energy
4 Consulting Report for the competitive markets in the United States and Canada. How is
5 network transmission allocated to wholesale customers in competitive markets?

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8 A. This response has been provided by Christensen Associates Energy Consulting.

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10 The Cost of Service Methodology Report focused on transmission cost classification and
11 allocation within the Hydro system. Table 3 provides information on Canadian retail cost
12 classification and allocation practice in vertically integrated jurisdictions, arguably
13 jurisdictions that most closely parallel that of Hydro. Wholesale cost classification and
14 allocation practices have not been researched for this report, due to the weaker link than is
15 demonstrated by the utilities and jurisdictions in Table 3.