
1 Q. Reference: May 3, 2019 report by Brattle Group, Inc entitled *Embedded and Marginal*
2 *Cost of Service Review*

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4 On page 45 (lines 2 to 3) the Brattle Group states “*The underlying cost characteristics of the*
5 *LIL are such that the main cost driver of the LIL is demand*”. Does Hydro agree with this
6 statement? Please explain.

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9 A. Newfoundland and Labrador Hydro does not agree with this statement. Please refer to
10 Newfoundland and Labrador Hydro’s response to PUB-NLH-034.