

1 **Q: Reference: "Embedded and Marginal Cost of Service Review," The Brattle**  
2 **Group, May 3, 2019, Exhibit II at pp. 18-19**

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4 **Please confirm that The Brattle Group is recommending the same**  
5 **classification approach for the Labrador-Island Link and the Labrador**  
6 **Transmission Assets costs as is recommended for the costs of gas turbines**  
7 **(excluding fuel) which are primarily used for standby generation on the**  
8 **interconnected system. If confirmed, please reconcile why the same**  
9 **recommendation is appropriate for these assets from a cost-causality**  
10 **perspective.**

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12 **A. Yes. Generation assets that are strictly used for reliability purposes are classified as**  
13 **demand. Transmission assets are generally classified as demand. With respect to**  
14 **our classification of the LIL and LTA, see our response to NP-PUB-001.**