

PUB-LAB-004: Reference Philip Raphals Export Report, page 24. It is stated that with respect to valuing EUE "the proposed mechanism potentially rewards the new customer for upgrading a portion of Hydro's electrical system to a reliability standard exceeding Hydro's overall system reliability standards." Are you aware of any jurisdiction in North America that has attempted to address this type of scenario in which a new customer could be reimbursed for expansion costs that exceed an electric utility's reliability standards? If so, please provide details.

RESPONSE:

Mr. Raphals states:

No, I am not aware of any jurisdiction in North America that has taken this approach.