Q. (Brockman June 4, 2015 Pre-filed Evidence, page 16, lines 4 to 11) Mr. Brockman states that following completion of the Labrador interconnection, "it is conceivable that all interconnected customers would pay uniform rates". Assuming no change in the cost of supply on each of the Labrador Interconnected System and the Island Interconnected System, would Mr. Brockman recommend that the Board implement uniform rates that would double the rates of Labrador Interconnected Customers strictly on the basis that the two systems would now be interconnected?

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A. Mr. Brockman's statement regarding the possibility that all interconnected customers may pay uniform rates is based on his experience in Newfoundland and Labrador, and in other regulatory jurisdictions in North America.¹

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Mr. Brockman has not conducted an assessment of the appropriateness of uniform rates following completion of the Labrador interconnection. Mr. Brockman expects that this matter will be fully assessed as part of the rate design and cost of service studies that will be required to reflect the significant cost changes that will occur with the Labrador interconnection.

Newfoundland Power

For additional information regarding Mr. Brockman's experience of uniform rates generally, please see the response to Request for Information CA-NP-006.