

1 Q. Regarding the calculation for allocating the rural deficit (Exhibit 13, Schedule 1.2.1,
2 p.1 of 2), please explain why the customer amount for the Labrador Interconnected
3 System, at \$4,725,549 (line 2, column 5) is larger than the customer amount for
4 Newfoundland Power, at \$4,401,167 (line 1, column 5).

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7 A. [] In its Amended Application, Hydro has proposed to allocate the Rural Deficit
8 based on revenue requirement as described in Section 4.3.1 of the Evidence. As a
9 result, the customer amount is no longer applicable to the proposed Rural Deficit
10 allocation.

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