

1 Q. Is NL Hydro aware of any other subsidization scheme for rural systems that uses a
2 similar allocation formula for rural deficits as the one used in this province?

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5 A. Newfoundland and Labrador is unique when comparing other provincial electricity
6 grids in that there are two interconnected systems: one interconnected grid in
7 Labrador and a separate interconnected grid on the Island. This, in turn, has
8 resulted in approval of a unique allocation methodology that would not be found
9 elsewhere in Canada.