

1 Q. Please confirm the NP rate set out in IC-NLH-079 would better align second block
2 energy costs with Holyrood costs than the rate proposed by Hydro in this GRA.

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5 A. It is confirmed that the NP second block rate of 136.31 mills/kWh set out in IC-NLH-
6 079 would better align second block energy costs with Holyrood costs (177.68
7 mills/kWh) than the rate (104.00 mills/kWh) proposed by Hydro. It should be noted
8 that the demand rate (\$4.00/kW/month) in that scenario would be less than half of
9 the cost of demand for NP (\$9.12/kW/month).