

1    Q.    **2013 General Rate Application, Rural Rates**

2        What percentage of the proposed 2013 Labrador Interconnected domestic  
3        customer rate is due to the allocation of the rural deficit?

4

5

6    A.    Schedule 1.2, page 6 of 6 of Hydro's 2013 Cost of Service Study, filed as Exhibit 13  
7        to Hydro's GRA, shows that the rural deficit comprises approximately 31 percent of  
8        the total revenue requirement, after deficit allocation and revenue credit  
9        allocation, for Labrador Interconnected domestic customers. It can be assumed  
10      that approximately 31 percent of the customer rates are due to the allocation of  
11      the rural deficit.