

1 Q. (Interim Rates Evidence, page 9, Table 3)

2 Why are Domestic and General Service customers on the Island Isolated System and

3 the Labrador Isolated System receiving a rate increase if they are not part of the

4 interim rates application; i.e., rates for these customer classes are not included in

5 Schedule A? Please reproduce Table 1 (page 3) assuming no interim rate increase

6 for these customers.

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9 A. Hydro is revising its request for a rate increase for domestic and general service

10 customers on the Island Isolated System and the Labrador Isolated System. Upon

11 closer review of this directive¹, these customer rates can only be increased if an

12 application is made for interim rates for “all” customers. The exclusion of Labrador

13 Interconnected Customers from Hydro’s Interim Rates Application, precludes these

14 customers from receiving this increase, which has been deferred since 2007 by

15 Government subsidy paid to Hydro. As the funding for this deferred increase will

16 continue to be received from Government, there is no material change to Table 1.

¹ Refer to CA-NLH-024, Attachment 11.