

- 1 **Q. (response to CA-NP 249) Please provide a cross-subsidy analysis of electric heat and**  
2 **non-electric heating customers on the basis of marginal supply costs. Please provide**  
3 **details of the calculation.**  
4
- 5 A. A cross-subsidy analysis of electric heat and non-electric heating Domestic customers is  
6 effectively provided in Schedule 27 of the *Marginal Cost Study* (Volume 2, Supporting  
7 Materials, Tab 12, page 37).  
8
- 9 Schedule 27 indicates no cross-subsidization between domestic customers with electric  
10 heating and domestic customers without electric heating, as the revenue to cost ratios for  
11 both customer groups on a marginal cost basis are approximately the same.