

1 Q. What is the basis for the statement that “Hydro has historically used the New York Zone A
2 market in setting the market block rate for Labrador Industrial customers”?

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5 A. Newfoundland and Labrador Hydro’s Schedule of Rates, Rules and Regulations state that the
6 Market Block Energy Rate shall be calculated annually based on the settlement price for NYISO¹
7 Zone A Peak and Off-Peak electricity after the end of trading on the 19th day of November of
8 the previous calendar year, converted to Canadian dollars, using the exchange rate for the same
9 day, adjusted for losses and other market fees. Effective January 1, 2023 to December 31, 2023,
10 the Market Block Energy Rate is \$60.65/MWh.²

¹ New York Independent System Operator (“NYISO”).

² “Schedule of Rates, Rules and Regulations,” Newfoundland and Labrador Hydro, January 1, 2023, p. LAB-IND-3.