

1 Q. (Reference 2017 GRA Volume I, page 5.37, lines 1 to 6) Please provide examples of  
2 blocked transmission demand rates used elsewhere in the industry. Are there any  
3 energy benefits derived from the Labrador transmission?  
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7 A. Hydro has not completed a jurisdictional review of blocked transmission demand  
8 rates. However, as explained in Hydro's response to LAB-NLH-034, the proposed  
9 rate design does include attributes of a seasonal demand rate. Seasonal demand  
10 charges are currently used in billing the General Service customers of  
11 Newfoundland Power and are also used in Hydro's Island Interconnected rates for  
12 General Service customers.

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14 The purpose of the proposed rate design is to provide a stronger financial incentive  
to the Labrador Industrial Transmission customers to reduce their peak demands.