

1 Q. Re: “Newfoundland and Labrador Hydro Cost of Service Methodology Review
2 Application,” Pre-Filed Testimony of Andrew McLaren, August 5, 2019. p. 20/5.

3 It is stated with respect to classification of the Labrador Transmission Assets
4 facilities as demand-related, “This is consistent with InterGroup’s experience.”

5 a) Does The InterGroup Consultants Ltd. agree that the Federal Energy
6 Regulatory Commission provides broad discretion to the Canadian regulatory
7 authorities with respect to the treatment of cost allocation, for purposes to
8 setting conforming transmission tariff prices and Open Access Transmission
9 Tariffs? If not, please provide evidence to support the basis for disagreement.

10 A. a) Agreed.