

PUB-LAB-003: Further to PUB-LAB-002, please provide commentary on the merits of the inclusion, or non-inclusion, of other social and/or economic impacts (e.g., loss of income, reduced customer safety, general inconvenience, etc.) in determining an appropriate monetary value for EUE. Please include any estimates that you are aware of for the value of EUE (\$/kWh) that incorporates economic and/or social impacts.

RESPONSE:

Mr. Raphals states:

See NLH-LAB-004.

If the Board is supportive of Hydro's suggested approach to share the costs of upgrades between the new customer who causes the need for the upgrade and other customers who benefit from a resulting improvement in reliability, it will need to determine the actual value of that improvement to consumers in Labrador. In my opinion, the proposed approach, based on an estimated value for EUE, is not adequate for that purpose.

The consultation now underway in Australia, discussed in NLH-LAB-004, may provide useful guidance in this regard.