

1 Q. **Reference: LAB-NLH-008**

2 Citation:

3 Q. Please confirm that, if the non-firm service were to be implemented as
4 proposed, any energy consumption by Labrador mines in excess of their
5 contracted interruptible load availability would be based on equal sharing of
6 available excess energy with other non-firm rate customers.

7 R. Hydro does not confirm this statement.

8 Hydro proposes the non-firm service be implemented via the following:

9 Any demand usage by Labrador mines in excess of their contracted interruptible
10 load availability would be based on equal sharing of available excess capacity
11 with other non firm rate customers after the non-firm rate customers have had
12 the opportunity to fully use their allotments.

13 Load would be served in the following priority:

14 Firm Town Loads.

15 Firm Industrial Customer Loads up to the contracted Power on Order.

16 Interruptible Industrial Customer Loads up to contracted amounts.

17 Non-Firm Rate Customer Loads up to their allocations.

18 Equal sharing of any additional excess capacity between Industrial customers
19 and non-firm rate customers.

20 **a)** Please confirm that 1) in the absence of non-firm customers, Labrador mines would have
21 access to all available excess energy, above and beyond their contracted interruptible load,
22 and 2) with non-firm customers, the excess energy available to them would be reduced by
23 a) the allocations made to non-firm rate customers, and b) the sharing with those customers
24 of any additional excess capacity.

25 **b)** Please describe any benefits to firm industrial customers that would result from the
26 presence of non-firm rate customers, that might offset this potential negative impact.

- 1 A. **a)** Newfoundland and Labrador Hydro (“Hydro”) confirms that statement.
- 2 **b)** Hydro is not aware of any benefits to Labrador Industrial customers that would result from
- 3 making the proposed non-firm service available on the Labrador Interconnected System.