1 Q. Reference: Application, Schedule 1, page 9.

Please provide examples of other Canadian utilities that forego charging customers for the cost of an asset as a result of price variability that is expected to be experienced by that customer. For identified utilities, please detail the relevant rate charged and the costs that are excluded as a result of price variability.

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A. Please refer to Newfoundland and Labrador Hydro's ("Hydro") response to LAB-NLH-002, PUB-NLH-006 of this proceeding, and Section 2.3.2 of Schedule 1¹ for the rationale for Hydro proposing the incremental cost approach in developing the Labrador Interconnected System Non-Firm Rate.

¹ "Application for a Non-Firm Rate for Labrador," Newfoundland and Labrador Hydro, September 15, 2022, sch. 1, sec. 2.3.2, p. 7.