

1 Q. During Newfoundland Hydro's 2017 General Rate Application it was noted that
2 approximately \$60 to \$70 million would reduce domestic electricity rates by one
3 cent per kWh. Please confirm if this is an appropriate guideline to consider in the
4 discussions and analysis for rate mitigation.

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7 A. The estimate of \$60 to \$70 million to reduce domestic electricity rates on the Island
8 Interconnected System by one cent per kWh is a reasonable guideline to consider in
9 the discussions and analysis for rate mitigation.

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11 The exact amount of rate mitigation required to achieve a one cent per kWh
12 reduction in domestic electricity rates on the Island Interconnected System will be
13 subject to the completion of a cost of service study reflecting the outcome of the
14 Cost of Service Methodology review being undertaken by the Board during 2019.