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- 5 Q. [Response to Request for Information NP-NLH-402] Hydro has stated that the marginal costs of
6 supply for the Labrador interconnected system will be similar to the marginal costs of supply for
7 the Island interconnected system once the Labrador-Island interconnection is complete. Does Dr.
8 Feehan agree with Hydro's assessment? Please explain your reasoning in detail.
- 9 A. My report deals with the allocation of the rural deficit, which is unrelated to the marginal cost of
10 power in the Labrador Interconnected System and in the Island Interconnected System. I have
11 not examined the issue of the marginal cost of power nor Hydro's marginal cost methodology. I
12 do note that the Muskrat Falls project, which will result in the interconnection of the two systems,
13 will not be completed until June 2018 according to Nalcor's current schedule.