

Q. **Reference: Volume I, Section 6.8.1, page 6.26**

a) Provide a price comparison for the Burgeo School and Library under its existing rate and the rate it would pay on the Island Interconnected System rate.

b) Does Hydro have a plan to phase-out the rate in place for the Burgeo School and Library? Explain.

A. a) Burgeo School and Library is currently included in Rate No. 1.3 - Burgeo School and Library, which is a rate class just for this account. In the absence of a special rate for the Burgeo School and Library, the account would be included in Rate No. 2.3 – General Service 110 kVA (100kW)-1,000 kVA on the Island Interconnected System. A price comparison under the existing rate and Rate No. 2.3 is illustrated below in Table 1.

Table 1: Price Comparison Rate No. 1.3 and Rate No. 2.3

	Unit	Existing Rate –		Difference
		Rate No. 1.3	Rate No. 2.3	
Basic Customer Charge	\$/month	-	53.66	53.66
Demand Charge (Winter)	\$/kVA	-	8.80	8.80
Demand Charge (Non-Winter)	\$/kVA	-	6.30	6.30
Energy Charge	c/kWh	6.291	13.484 ¹	7.193

b) Newfoundland and Labrador Hydro does not have a plan to phase out the rate currently in place for Burgeo School and Library.

The rate applicable to Burgeo School and Library is directed by Order in Council OC2003-347, which directs the Board of Commissioners of Public Utilities to “continue to charge the preferential electricity rates historically charged to provincial government facilities,

¹ Rate for the first 150 kilowatt-hours per kVA of billing demand, up to a maximum of 50,000 kilowatt-hours. All excess kilowatt-hours billed at 11.335 cents.

- 1 including schools, health facilities and government agencies, in rural isolated diesel serviced
- 2 communities and the Burgeo school and library.”