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The Island Regulatory
and Appeals Commission

May 1, 2019

Ms. Cheryl Mosher
Island Regulatory & Appeals Commission
PO Box 577
Charlottetown PE C1A 7L1

Dear Ms. Mosher:

**General Rate Application - Docket UE20944
Response to Interrogatories IR-75 and IR-76 from Multeese Consulting Inc.**

Please find attached the Company's responses to IR-75 and IR-76 Interrogatories from Multeese Consulting Inc. with respect to the General Rate Application filed on November 30, 2018.

Yours truly,

MARITIME ELECTRIC



Gloria Crockett, CPA, CA
Manager, Regulatory & Financial Planning

GCC29
Enclosure

**Additional Responses to Interrogatories from Multeese Consulting
Regarding Cost Allocation and Rate Design**

IR-75 In its response to Multeese IR-68, MECL provides an update to Schedule 14-6, and states that the only difference between this revised Schedule and Schedule 14-7 are the proposed rate changes. However, a comparison of the two Schedules shows that the energy associated with Street Lighting and Unmetered is different. The total energy for the two of these classes combined is the same, but the distribution is different. Please explain why the energy associated with each of Street Lighting and Unmetered has changed, and reconcile it to Schedule 14-7.

Response:

The original GWh breakdown shown in Schedule 14-6 was correct and is the same as the kWh breakdown for Schedule 14-7. The amendments filed in response to IR-68 should only have impacted the Gross Revenue by Class (\$) amounts in Schedule 14-6. A complete and corrected Schedule 14-6 is presented below.

SCHEDULE 14-6						
Energy Sales by Class (Existing Basic Rates)						
	2016	2017	2018	2019	2020	2021
Energy by Class - (GWh)						
Residential	563.5	577.0	598.9	620.7	647.5	667.0
General Service I	386.8	384.9	385.3	389.7	392.0	392.3
Large Industrial	129.9	133.6	149.7	154.7	159.2	160.0
Small Industrial	100.1	104.6	93.3	94.4	95.0	95.0
Street Lighting	5.8	5.5	5.3	5.1	4.7	4.5
Unmetered	2.4	2.4	2.4	2.4	2.4	2.5
Total Energy Sales	1,188.4	1,208.0	1,234.9	1,267.0	1,300.8	1,321.3
Gross Revenue by Class - (\$)						
Residential	\$ 92,562,937	\$ 96,868,216	\$ 102,301,800	\$ 106,113,800	\$ 110,140,700	\$ 113,154,700
General Service I	59,016,156	60,498,583	62,207,800	63,209,600	63,592,800	63,681,200
Large Industrial	10,786,613	11,481,970	13,500,900	13,778,600	14,087,300	14,141,900
Small Industrial	12,968,350	13,640,807	12,638,200	12,784,200	12,856,400	12,867,300
Street Lighting	2,420,167	2,424,681	2,414,800	2,305,800	2,195,400	2,085,000
Unmetered	403,098	412,465	419,800	409,100	410,100	411,100
Total Gross Electric Revenue	178,157,321	185,326,722	193,483,300	198,601,100	203,282,700	206,341,200
Rate of Return Adjustment	(2,100,000)	(2,767,885)	(3,952,400)	-	-	-
Weather Normalization Adjustment	126,031	52,155	161,800	-	-	-
Total Electric Revenue	176,183,352	182,610,992	189,692,700	198,601,100	203,282,700	206,341,200
Total Other Revenue	10,154,053	9,924,289	11,136,200	12,161,000	12,324,900	12,451,600
Total Revenue	\$ 186,337,405	\$ 192,535,281	\$ 200,828,900	\$ 210,762,100	\$ 215,607,600	\$ 218,792,800

**Additional Responses to Interrogatories from Multeese Consulting
Regarding Cost Allocation and Rate Design**

IR-76 MECL's response to Multeese IR-69(b) includes a table showing Energy Charge per kWh – Other Amounts (B). Please clarify whether these charges apply to the Street Lighting and Unmetered classes, and if they do not, please explain why not.

Response:

Yes, the amounts shown in the table in our response to IR-69(b) Energy Charge per kWh – Other Amounts (B) apply to both Street Lighting and Unmetered classes and are included in existing and proposed rates for these classes.