

**Request:****(DR-26)****Re: COSS****From Appendix 12A, Section 5.10 PHP as an above-the-line rate class,**

**(a) If PHP were to become an above-the-line rate class for the 2027 test year, please provide an estimate on the impact to NSPI's proposed rate increase, if any, or in the alternative how NSPI proposes to manage any cost changes that may result.**

**(b) Please provide the potential rate impact from (a) above in tabular format by rate class (including subclasses for Large Industrials), breaking down the rates by component, including riders. Please include a column for resulting R/C ratio impacts.**

**Response:**

NS Power and PHP continue to work on development of a potential ATL successor to the ELIADC Tariff. There are two primary steps to this: 1) Determination of the Cost of Service treatment applicable to this new tariff (e.g. What are the appropriate billing and energy determinants applicable to costing of PHP load?), and 2) Development of the rate design and pricing applicable to the new tariff (e.g. whether service is priced and credited according to total demand or firm demand, and incorporation of the provision of Active Demand Control service by PHP).

Currently NS Power and PHP efforts are focused primarily on Step 1. While this work has been leveraged in the preparation of GRA DR responses, this information should be considered indicative as the costing and pricing for the potential successor tariff remain under development, and, in the normal course of tariff development, this will be examined fully in the regulatory proceeding which may arise from this work.

a – b) Please refer to the following attachments:

- IG 5-12 (DR-26) Att 01, which is a modified 2026-2027 GRA OR-01 Att 01, for

- Smoothed Percentage Increases by Customer Class by Fuel and non-fuel categories, as a result of PHP moving above-the-line in 2027, in tab Figure 14-1. These results are compared to those included in Direct Evidence under Figure 14-1.
- Proof of revenue calculations, inclusive of riders, under Standard and Smoothed Rate Plans in the following tabs: 2026 Std, 2027 Std, 2026 Smoothed and 2027 Smoothed.
- IG 5-12 (DR-26) Att 02, which is a modified 2026-2027 GRA SR-01 Att 07, for the Revenue to Cost (R/C) ratio analysis with PHP being placed ATL in 2027.