1	Vulnerable Energy Consumers' Coalition (VECC) INTERROGATORY #3		
2			
3	<u>Interrogatory</u>		
4 5 6	Reference:	August 7 th , 2003 Prefiled Evidence of Hydro One, page 9 (lines 7-11)	
7 8 9	Preamble:	"Planning for meeting customer demand often requires a minimum installed capacity, even if that capacity exceeds customer needs"	
9 10 11	Question:		
12 13 14	,	For the situation outlined, wouldn't the incumbent distributor have had to install the same level of capacity even if there was no projected load growth (e.g. addition of new customers). If not, why not?	
15 16 17 18 19 20		Please explain why, if the current capacity installed by a distributor is the minimum installed capacity to meet current customers' needs, any of the capacity should be considered as underutilized or stranded if new customers in the utility's current service area are subsequently serviced by another distributor.	
 21 22 23 24 25 26 27 		Does Hydro One, as a result of planning for reasonable load growth, install capacity over and above the minimum it could have installed just to meet existing customers current and future requirements? If so, please explain why.	
28 29	8 <u>Response</u>		
30 31 32	a) No. If no new customers are anticipated, Networks' planning would only accommodate the needs of the existing customers.		
33 34	b) and c) S	See Networks' Exhibit J8-12-09	