

SEC INTERROGATORY #18

INTERROGATORY

Issue 2.3

[B1-1-1, p.27]

With respect to the Geothermal Energy Service Program service fees:

- a. Is the service fee fixed over the length of the contract term or will it be adjusted? If it will be adjusted, please explain when and how. If it will not be adjusted, please explain why not.
- b. Please explain why the service is entirely variable (per tonne of heating capacity).

RESPONSE

- a) Please see response to Board Staff Interrogatory #15 (b) (ii), filed at Exhibit I.2.EGDI.STAFF.15.
- b) The service fee is variable based on the size of system installed and does not have a fixed and variable component as is the case with current natural gas rates and service fees. The majority of the cost of the system is based on the size of the system installed and O&M is roughly the same for all loops.