

## Newfoundland & Labrador Hydro 2001 Rate Hearing

### RSP Recovery - Calculation of the Dollar Impact over 12 Months for the Retail Customer

#### Retail portion only

Assumptions:

- 1) Recovery using existing methodology (3 year declining balance)
- 2) Sales remain constant over the three year period at 4,485,000 kWh /yr
- 3) Statistics for kWhs per month for non electric and all electric customers were provided by Board Staff
- 4) RSP retail balance of \$60,000,000 rounded (\$60,356,209 as of December 2001 (PUB - 81))

$$\$60,000,000 \quad / \quad 3 \text{ year recovery} \quad = \quad \$20,000,000$$

$$\$20,000,000 \quad / \quad 4485000 \text{ kWh} \quad = \quad 4.46 \text{ mills / kWh ( July 1, 2002)}$$

Non electric customers	1,000 kWh / month	*	12 months	=	12,000 kWh
All electric customers	2,289 kWh / month	*	12 months	=	27,468 kWh

Non electric customers	12,000 kWh	*	0.00446	=	\$53.52 12 month period or \$4.46 / month
All electric customers	27,468 kWh	*	0.00446	=	\$122.51 12 month period or \$10.21 / month