

IN THE MATTER OF the Public
Utilities Act (r.S.N. 1990,
Chapter P-47 (the "Act"))

AND IN THE MATTER OF a General Rate Application
(the "Application") by Newfoundland and Labrador
Hydro ("Hydro") for approvals of, under Section 70 of the
Act, changes in the rates to be charged for the supply of
Power and energy to Newfoundland Power, Rural
Customers and Industrial Customers; and under
Section 71 of the Act, changes in the Rules and Regulations
Applicable to the supply of electricity to
Rural Customers.

**ISSUES LIST OF THE TOWN OF LABRADOR CITY AND
THE TOWN OF WABUSH**

In the submission of the Town of Labrador City and the Town of Wabush, the issues
Arising in this proceeding are as follows:

1. Whether the so-called Labrador interconnected system (LIS) comprising two areas, Happy Valley-Goose Bay in the east and Labrador City-Wabush in the west is in fact An interconnected integrated single system requiring common rates applicable to both Happy Valley – Goose Bay and Labrador West consumers.
2. The basis on which rates ought to be set for domestic customers in Labrador West.
3. Whether the Public Utilities Board ought to recommend the Government that the social costs associated with the rural deficit would more efficiently and fairly be collected through a dedicated tax on all energy produced in the Province (whether exported or not) rather than allocated to certain customers in Hydro's system.

DATED at Labrador City, Newfoundland and Labrador this 12th day of September,
2003.

Miller & Hearn
Solicitors for the Town of Labrador City and
the Town of Wabush