1 Q. In its 1st Revision of August 12, 2003, NLH states that there remains one 2 other factor that will substantially impact rates in 2004 – the outstanding 3 balances in the Rate Stabilization Plan. Please advise if NLH has any 4 alternative proposals to lessen the impact on the Rate Stabilization Plan for 5 consideration by the Public Utilities Board for the year 2004.

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8 A. Hydro is not proposing any changes to the rules applicable to the RSP for 2004. Please refer also to the response to CA-86 NLH.