

1 Q. Indicate the overall cost benefits to ratepayers (through reduced revenue
2 requirements in 2002 and subsequent years) provided by each of the NUGs
3 /PPAS implemented since 1992.

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6 A. Section 17 of the Hydro Corporation Act directs the Board to include in
7 Hydro's expenses chargeable to operating account all amounts Hydro incurs
8 for purchased power from the Star Lake and Rattle Brook non-utility
9 generator projects. The issue of cost-effectiveness of power purchase
10 arrangements that Hydro has entered into with Corner Brook Pulp and Paper
11 Limited and with the Exploits River Hydro Partnership, and of the recovery of
12 those costs by Hydro through its rates, are the subject matter of Exemption
13 Orders from the Lieutenant-Governor in Council issued under the Public
14 Utilities Act and the Electric Power Control Act. The information requested
15 about these matters is not required for a full understanding of the issues to
16 be considered by the Board in this hearing.