

Reference NLH-59 NP and NLH-64 NP

Q. In these responses you are indicating there is no impact on Newfoundland Power's purchased power expense. Please expand these to discuss the impact on Newfoundland Power's customers of Newfoundland Power's hydraulic generation management decisions.

A. Newfoundland Power manages its hydraulic generation to maximize annual production (while at the same time attempting to ensure that hydraulic generation is available for dispatch by Hydro). This approach provides maximum benefit to its customers.

The impact on customers of less than optimal use of Newfoundland Power's hydraulic resources is explained in response to NLH-219 NP.