

- 1 Q. Provide the calculation used to derive the 5.8% RSP adjustment forecast for
2 2004 (Rates and Customer Services evidence, page 20, line 17).
3
4
5 A. Please see attached.

**Newfoundland and Labrador Hydro
Calculation of Projected Increase to End Consumers
1-Jul-04**

	1	2	3	4	5	6	
	1-Jun Rate (mills)	1-Jul Rate (mills)	Increase (mills) (Col 2- Col1)	Wholesale Increase (Percent of Total Rate) (%) (Col 2/Col1, Row 5)	Retail Share	Retail Increase (%) (Col 4 * Col 5)	
NP Rate: Jul 1, 2004							
1 Base Rate	54.60	54.60	0.00	-	58%	0.0000	As proposed
2 RSP - Old Plan Year 2	3.24	3.44	0.20	0.3458%			Forecast
3 RSP - 02/03 Plan Year 1	0.00	5.58	5.58	9.6473%			Forecast
4 Subtotal RSP	<u>3.24</u>	<u>9.02</u>	<u>5.78</u>	<u>9.9931%</u>			Row 2 plus Row 3
5 Total Rate	<u><u>57.84</u></u>	<u><u>63.62</u></u>	5.78	9.9931%	58%	<u><u>5.80%</u></u>	Row 1 plus Row 4