

HAND DELIVERED

October 24, 2006

Board of Commissioners
of Public Utilities
P.O. Box 21040
120 Torbay Road
St. John's, NL A1A 5B2

Attention: G. Cheryl Blundon
Director of Corporate Services
and Board Secretary

Ladies and Gentlemen:

Re: 2006 Newfoundland & Labrador Hydro General Rate Application

Please find enclosed the original and ten copies of Newfoundland Power's Requests for Information in relation to the 2006 Hydro General Rate Application.

For convenience, the Requests for Information are provided on three-hole punched paper.

A copy of this letter, together with enclosures, has been forwarded directly to the parties listed below. An electronic copy in Adobe format will follow.

If you have any questions regarding the enclosed, please contact the undersigned at your convenience.

Yours very truly,

Peter Alteen
Vice President, Regulatory Affairs
& General Counsel

Encl.



Join us in the fight against cancer.

- c. Gillian Butler, Q.C., & Geoffrey Young
Newfoundland & Labrador Hydro

Thomas Johnson
O'Dea Earle Law Offices

Joseph Hutchings, Q.C.
Poole Althouse

Paul Coxworthy
Stewart McKelvey



Join us in the fight against cancer.

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
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.

**Requests for Information by
Newfoundland Power Inc.**

October 24, 2006

Requests for Information
2006 Hydro General Rate Application

- NP-160 NLH When does Hydro expect to update its revenue and expense forecasts related to the 2006 general rate application? (Financial Consultant's Report – 2006 GRA, page 4, lines 35 – 29)
- NP-161 NLH Does Hydro own or lease the VHF Mobile Radio System? If the System is leased, provide details of the leasing arrangement, including justification of the accounting treatment (i.e., capital or operating) of the leasing arrangement. (Financial Consultant's Report – 2006 GRA, page 18, lines 6-8)
- NP-162 NLH Provide the year over year salary increase from 2006 to 2007 (in dollars and percentage terms) after correction of the \$400,000 overstatement of 2006 forecast salary expense. (Financial Consultant's Report – 2006 GRA, page 40, lines 8-12)
- NP-163 NLH In reference to the table provided on page 37 of the Financial Consultant's Report on the 2006 Hydro GRA, provide the percentage increase for each item indicating the year over year increase from 2006 to 2007 (in dollars and percentage terms) after correction of the \$400,000 overstatement in salary expense in 2006 and the \$1,000,000 understatement of loss on disposal in 2007 and any other errors of which Hydro is currently aware.
- NP-164 NLH Provide a list of all operating projects proposed for the 2007 test year which contain contingency allowances, identifying the contingency allowances associated with the individual projects. (Financial Consultant's Report – 2006 GRA, page 25, lines 24-25)
- NP-165 NLH Provide the 2006 year-to-date costs related to staff training. (Financial Consultant's Report – 2006 GRA, page 50, lines 1-9)
- NP-166 NLH Explain why Hydro is unable to provide meaningful data on forecast FTEs for 2006 and 2007. (Financial Consultant's Report – 2006 GRA, page 40, lines 29-33)
- NP-167 NLH Provide the amounts for 2003 to 2005 related to the year-end adjustment for cost recoveries. (Financial Consultant's Report – 2006 GRA, page 53, lines 12-15)
- NP-168 NLH Provide an explanation to justify the inclusion in the 2007 test year revenue requirement of costs related to the supply of energy to the community of Natuashish. (Financial Consultant's Report – 2006 GRA, page 25, lines 41-45, page 26 lines 2-8)

Requests for Information
2006 Hydro General Rate Application

- NP-169 NLH Provide details to support the forecast 2006 and 2007 costs related to provision of electrical service to the community of Natuashish. In the response, also provide details of the plant ownership and the operating agreement with the Innu Nation. (Financial Consultant's Report – 2006 GRA, page 25, lines 41-45, page 26 lines 2-8)
- NP-170 NLH Provide the actual versus budgeted cost for loss on disposal for each year for the period 1996 to 2005. (Financial Consultant's Report – 2006 GRA, page 52, lines 2-7)
- NP-171 NLH Provide the 2006 year-to-date costs for loss on disposal. (Financial Consultant's Report – 2006 GRA, page 52, lines 2-7)