

1 **Q. NP's response to CA-NP-384 from the NP 2013/2014 GRA states:**

2  
3 *“Newfoundland Power observes that, in Newfoundland and Labrador, the Board has*  
4 *consistently determined that a strong equity component is needed by Newfoundland*  
5 *Power to offset its relatively small size and low growth potential.”*

6  
7 **For the utilities listed in footnote 11 of the application, on what metrics or basis does**  
8 **NP consider itself to be relatively smaller, if at all?**

9  
10 A. Newfoundland Power has not had an expert complete a comparative review of the  
11 Company's capital structure and, therefore, is not in a position to provide the data  
12 requested. In addition, Newfoundland Power has not yet had an expert complete a review  
13 of the Company's *forecast* cost of capital for 2016.

14  
15 Refer to the response to Request for Information PUB-NP-004 for copies of current  
16 Canadian regulatory decisions related to utility cost of capital. These decisions may  
17 provide helpful information to enable Newfoundland and Labrador Hydro to conduct an  
18 assessment of the matter described in this Request for Information, however, detailed  
19 compliance filings from many utilities may be required to provide reliable results.