

- 1 Q. Page 22: Please provide a table, similar to Table 7, showing the impact on the revenue
2 requirement for each of Newfoundland Power and the Island Industrial customer class for
3 each change or new addition in the cost of service methodology proposed by Hydro.
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6 A. Please refer to Table 1 to 3 for impacts on the revenue requirement for both
7 Newfoundland Power and the Island Industrial Customers for each change in methodology
8 proposed by Newfoundland and Labrador Hydro as described in the response to PUB-NLH-
9 013.
10
11 Table 1 shows the impact of changing wind energy to 22% demand from the existing
12 methodology of 0% demand.

Table 1: Change in Wind Energy Classification (\$000)

| Customer Class | Existing Method: Wind 100% Energy | Proposed Method: Wind 22% Demand 78% Energy | Difference |
|-----------------------------|--------------------------------------|---|------------|
| Newfoundland Power | 942,391 | 942,536 | 145 |
| Island Industrial Customers | 92,608 | 92,463 | (145) |

- 13 Table 2 shows the impact of changing the functionalization of TL 234 and TL 263 from the
14 existing generator leads to transmission (100 % demand).

Table 2: Change in Functionalization of TL 234 and TL 263 (\$000)

| Customer Class | Existing Method: Generator Lead (System Load Factor) TL 234 and TL 263 | Proposed Method: Transmission 100% Demand TL 234 and TL 263 | Difference ¹ |
|-----------------------------|---|--|-------------------------|
| Newfoundland Power | 942,489 | 942,536 | 47 |
| Island Industrial Customers | 92,510 | 92,463 | (47) |

¹ Includes the difference in rural deficit allocated to customer costs between the two scenarios.

- 1 Table 3 shows the impact of changing the existing 10-year historical losses to forecast
2 losses; thereby increasing export revenues and reducing revenue requirement.

Table 3: Change in Losses (\$000)

| Customer Class | Existing Method: 10-Year Historical Losses | Proposed Method: Forecast Losses | Difference |
|-----------------------------|---|---|-------------------|
| Newfoundland Power | 943,329 | 942,536 | (793) |
| Island Industrial Customers | 92,555 | 92,463 | (92) |