

1     Q.     Explain how amounts related to the historical portion of the RSP have been  
2           accounted for in Hydro's financial statements, starting with the financial statements  
3           for 2007 and in the financial statements prepared for subsequent periods to date.

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6     A.     Hydro's financial statements do not show a separate amount related to the  
7           historical portion of the RSP. The RSP report is, however, broken down by historical  
8           and current, and the historical portion was shown separately. In accordance with  
9           Section E of the RSP Rules, the balances in the Historic Plan were added to the plan  
10          in effect at the end of the five-year recovery period of the Historic Plan. For the  
11          Industrial Customers \$1.4 million over recovery of the Historic Plan was credited to  
12          the current plan as of December 31, 2007. For Newfoundland Power, \$2.2 million  
13          was credited to the current plan on June 30, 2008.