

1 **Q. Please confirm that in light of the Board’s order in P.U. 32 (2007) the Company had**
2 **the Board’s approval of the use of the AAF to set rates in the years 2010 and 2011.**

3
4 A. Newfoundland Power confirms that Order No. P.U. 32 (2007), provided, in effect, that
5 the proposed use of the Automatic Adjustment Formula (“The Formula”) to establish the
6 rate of return on rate base for 2009, 2010 and 2011 was approved, *unless otherwise*
7 *directed by the Board.*

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9 In the 2010 General Rate Application, there is evidence of circumstances arising after
10 Order No. P.U. 32 (2007) which justify the Board’s further consideration and direction
11 concerning use of the Formula for the years 2010 and 2011.

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13 Please see the Response to Request for information CA-NP-30.