1 Q. In the June 2009 Power Connection, it states (in bold): 2 3 "The net impact of the proposed rate changes will be an average overall decrease to current electricity rates of 4 5 approximately 0.5%. Therefore, electricity rates in January 6 2010 will be, on average, similar to those in January 2009. 7 However, even after the proposed rate changes, our electricity 8 rates for residential customers will still remain the lowest in 9 Atlantic Canada." 10 What is NP's expectation as to the impact of the annual review of the Rate 11 (a) 12 Stabilization Account (R.S.A.) which will take place next July (i.e. July 1, 13 2010): 14 Show how NP's residential and other rates would compare as at January 1, **(b)** 2010 to each of the other Atlantic province's rates, but for the proposed 15 16 decrease due on July 1, 2009; Show how NP's residential and other rates will compare as at January 1, 17 (c) 18 2010 to each of the Atlantic province's rates assuming NP's Application is 19 granted as filed and assuming the expected R.S.A. - indicated rate decrease 20 occurs on July 1, 2009. 21 22 A. The Company's current forecasts include no change in Rate Stabilization (a) Adjustment ("RSA") for July 1, 2010. 23 24 25 (b) Attachment A provides a comparison between the proposed January 1, 2010 rates 26 to each of the Atlantic province's rates. The proposed rates include the RSA and 27 Municipal Tax Adjustment ("MTA") factors in effect prior to the July 1, 2009 rate 28 change (i.e. the RSA & MTA factors effective July 1, 2008). 29 30 Newfoundland Power prepares bill comparisons on a regular basis only for the 31 Domestic class. The Domestic comparison is to rates effective in the Atlantic 32 Provinces during July 2009. For the General Service classes, Newfoundland Power used a rate survey dated May 1, 2009 that was provided by Manitoba 33 34 Hydro. Consumption levels are based on those used in the Manitoba Hydro 35 survey, except for Domestic customers which is based on Newfoundland Power's 36 Domestic average use for 2008. The average monthly bill excludes federal and 37 provincial taxes. 38 39 (c) Attachment B provides a comparison between the adjusted proposed January 1, 40 2010 rates to each of the Atlantic province's. The adjusted proposed rates include 41 the RSA and MTA factors effective July 1, 2009.

Bill Comparison for the Four Atlantic Provinces

(Based on proposed January 1, 2010 rates for Newfoundland Power that incorporate the Rate Stabilization and Municipal Tax Adjustments effective July 1, 2008.)

	Residential	1,288 kWh							
4 5	Charlottetown PEI Halifax NS St. John's NL Fredericton NB	\$	215.32 162.76 146.89 144.54						
	GS 0-10 kW	750 kWh		GS 0-10 kW	1,000 kWh				
13 14		\$	158.30 108.22 108.02 102.00	Charlottetown PEI St. John's NL Fredericton NB Halifax NS	\$	202.87 138.18 137.52 130.74			
19 20	GS 10-100 kW	5,000 kWh 20 kW		GS 10-100 kW	10,000 kWh 40 kW				
23 24		\$	916.07 632.61 606.32 599.72	Charlottetown PEI Halifax NS Fredericton NB St. John's NL	\$	1,803.67 1,265.22 1,209.42 1,179.19			
29 30	GS 110-1000 kVA	25,000 kWh 111 kVA		GS 110-1000 kVA	120,000 kWh 333 kVA		GS 110-1000 kVA	200,000 kWh 556 kVA	
33 34		\$	3,976 3,163 3,019 2,964	Charlottetown PEI Fredericton NB Halifax NS St. John's NL	\$	16,365 12,789 12,541 11,389	Charlottetown PEI Fredericton NB Halifax NS St. John's NL	\$	27,275 21,313 20,901 18,438
40	GS 1000 kVA & Over	400,000 kWh 1,111 kVA		GS 1000 kVA & Over	2,555,000 kWh 5,000 kVA		GS 1000 kVA & Over	5,500,000 kWh 10,000 kVA	
43 44	Charlottetown PEI St. John's NL Halifax NS Fredericton NB	\$	48,140 35,350 35,052 32,909	Charlottetown PEI St. John's NL Fredericton NB Halifax NS	\$	287,376 209,491 190,512 187,228	Charlottetown PEI St. John's NL Halifax NS Fredericton NB	\$	607,550 445,696 397,553 379,150

Bill Comparison for the Four Atlantic Provinces

(Based on adjusted proposed January 1, 2010 rates for Newfoundland Power that incorporate the Rate Stabilization and Municipal Tax Adjustments effective July 1, 2009.)

	Residential 1,288 kWh								
4 5 6 7 8	Charlottetown PEI Halifax NS Fredericton NB St. John's NL	\$	215.32 162.76 144.54 137.84		1 000				
10	GS 0-10 kW	S 0-10 kW 750 kWh		GS 0-10 kW	1,000 kWh				
12 13 14	Charlottetown PEI Fredericton NB St. John's NL Halifax NS	\$	158.30 108.22 102.77 102.00	Charlottetown PEI Fredericton NB St. John's NL Halifax NS	\$	202.87 137.52 131.16 130.74			
20		5,000 kWh 20 kW		GS 10-100 kW	10,000 kWh 40 kW				
23 24	Charlottetown PEI Halifax NS Fredericton NB St. John's NL	\$	916.07 632.61 606.32 564.71	Charlottetown PEI Halifax NS Fredericton NB St. John's NL	\$	1,803.67 1,265.22 1,209.42 1,109.16			
29 30	GS 110-1000 kVA	25,000 kWh 111 kVA		GS 110-1000 kVA	120,000 kWh 333 kVA		GS 110-1000 kVA	200,000 kWh 556 kVA	
33 34 35 36 37	Charlottetown PEI Halifax NS Fredericton NB St. John's NL	\$	3,976 3,163 3,019 2,788	Charlottetown PEI Fredericton NB Halifax NS St. John's NL	\$	16,365 12,789 12,541 10,544	Charlottetown PEI Fredericton NB Halifax NS St. John's NL	\$	27,275 21,313 20,901 17,028
40	GS 1000 kVA & Over	400,000 kWh 1,111 kVA		GS 1000 kVA & Over	r 2,555,000 kWh 5,000 kVA		GS 1000 kVA & Over	er 5,500,000 kWh 10,000 kVA	
43 44	Charlottetown PEI Halifax NS Fredericton NB St. John's NL	\$	48,140 35,052 32,909 32,485	Charlottetown PEI St. John's NL Fredericton NB Halifax NS	\$	287,376 191,197 190,512 187,228	Charlottetown PEI St. John's NL Halifax NS Fredericton NB	\$	607,550 406,316 397,553 379,150