

1 Q. Further to the response to SR-PUB-NLH-005, what was Hydro's source of funding for  
2 the rebates issued to Rural Customers in 2001 and 2003?

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5 A. In 2001, the rebate of \$780,000 to Rural Customers was recovered from the RSP in  
6 accordance Section 1.3 of the RSP rules which defines the Rural Rate Alteration  
7 component of the RSP. Page 14 of the December 2001 RSP Report is included as  
8 Attachment 1 and shows a net Rural Rate Adjustment of \$696,000 in April 2001 and  
9 includes the \$780,000 funding. In 2003, the rebate to Rural Customers of \$360,000  
10 should have been recovered from the RSP in accordance Section 1.3 of the RSP,  
11 however this amount was not recorded to the RSP in error and thus was recorded  
12 as a reduction in revenue on Hydro's income statement in the year of the payout.

NEWFOUNDLAND AND LABRADOR HYDRO  
RATE STABILIZATION PLAN

December 2001

OVERALL SUMMARY  
(in thousands of dollars)

HYDRAULIC																	
PRODUCTION VARIATIONS				LOAD VARIATIONS						FUEL COST VARIATIONS			RURAL RATE ALTERATION*				TOTAL TO
MONTH	PRODUCTION	INTEREST	TOTAL <sup>1</sup> TO DATE	FIRM			SECONDARY			FUEL COST	INTEREST	TOTAL <sup>1</sup> TO DATE	RURAL		TOTAL <sup>1</sup> TO DATE	DATE DUE FROM (TO)	
				SALES	INTEREST	TO DATE	SALES	INTEREST	TO DATE				CHANGE	ADJUST			
January	(1,793)	0	(1,793)	(704)	0	(704)	0	0	0	7,280	0	7,280	(71)	0	(71)	4,712	
February	(1,975)	(12)	(3,780)	(600)	(5)	(1,309)	0	0	0	6,088	49	13,417	(67)	0	(138)	8,190	
March	(623)	(26)	(4,429)	(625)	(9)	(1,943)	0	0	0	6,593	91	20,101	(64)	(1)	(203)	13,526	
April	224	(30)	(4,235)	(628)	(13)	(2,584)	0	0	0	5,750	136	25,987	696	(1)	492	19,660	
May	746	(28)	(3,517)	(354)	(18)	(2,956)	0	0	0	4,060	176	30,223	(22)	3	473	24,223	
June	780	(24)	(2,761)	224	(20)	(2,752)	0	0	0	2,651	204	33,078	(50)	4	427	27,992	
July	(399)	(18)	(3,178)	(393)	(19)	(3,164)	0	0	0	1,676	223	34,977	(49)	3	381	29,016	
August	(535)	(22)	(3,735)	(488)	(21)	(3,673)	0	0	0	1,712	237	36,926	(46)	3	338	29,856	
September	1,826	(25)	(1,934)	(127)	(25)	(3,825)	0	0	0	3,646	250	40,822	(48)	2	292	35,355	
October	2,527	(13)	580	571	(26)	(3,280)	0	0	0	5,454	276	46,552	(46)	2	248	44,100	
November	2,595	4	3,179	(399)	(22)	(3,701)	0	0	0	6,385	315	53,252	(49)	2	201	52,931	
December	1,870	22	5,071	17	(26)	(3,710)	0	0	0	5,584	360	59,196	(59)	1	143	60,700	

<sup>1</sup> Values appearing in brackets indicate amounts due to customers, whereas unbracketed values indicate amounts due from customers.

\* Net revenue/charge received by Hydro as a result of Newfoundland Power's rate adjustments.