

**Q. Mr. Brockman stated on page 11 of his evidence: “Hydro’s cost to serve Newfoundland Power together with the Rural Deficit allocation is proposed to increase by approximately 145%, from approximately \$215 million in the 2002 Test Year to approximately \$526 million in Hydro’s proposed 2015 Test Year. By comparison, Hydro’s cost to serve Labrador Interconnected customers together with the Rural Deficit allocation is proposed to increase by approximately 37%, from approximately \$15 million in the 2002 Test Year to approximately \$20.5 million in Hydro’s proposed 2015 Test Year.”**

**Please provide a comparison of the 2002 Test Year fuel price per barrel of Holyrood fuel and the 2015 Test Year fuel price per barrel reflected in the Amended Application.**

**A.** See Table 1 below for a comparison of Newfoundland and Labrador Hydro’s forecast average No. 6 fuel price per barrel for Hydro’s 2002 and 2015 test years.

**Table 1  
Newfoundland and Labrador Hydro  
Forecast Average No. 6 Fuel Price per Barrel  
2002 Test Year vs. 2015 Test Year**

<b>2015 TY</b>	<b>2002 TY</b>	<b>Difference</b>
\$90.85 <sup>1</sup>	\$25.91 <sup>2</sup>	\$64.94

<sup>1</sup> See Hydro’s Amended GRA, Volume I, Section 2: Regulated Activities, Schedule V, Page 1 of 1.

<sup>2</sup> See Order No. P.U. 7 (2002-2003), Page 52.