

1 Q. **2013 General Rate Application, Finance**

2 What is the impact on the 2013 revenue requirement if all rural assets are excluded
3 from rate base, assuming a return on equity of 8.80%?

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6 A. Please see PUB-NLH-055 Attachment 1 (Revision 1) for the impact on the 2015
7 revenue requirement, which demonstrates an approximate \$5.4 million reduction if
8 all rural assets are excluded from rate base, assuming a return on equity of 8.80%¹.

¹ Assumes rural assets to be excluded does not include Labrador Interconnected assets.

Newfoundland and Labrador Hydro
2015 Test Year Cost of Service
Analysis of Changes

Line No.	Description	Total Revenue Requirement		
		2015 Test Year	2015 No return on rural assets ROE 8.8%	Increase (Decrease)
	Revenue Requirement			
	Expenses			
1	Operating, Maintenance and Admin.	139,566,670	139,566,670	-
2	Fuels - No. 6 Fuel	245,426,358	245,426,358	-
3	Fuels - Diesel	18,754,061	18,754,061	-
4	Fuels - Gas Turbine	3,672,993	3,672,993	-
5	Fuel Supply Deferral	1,991,280	1,991,280	-
6	Power Purchases - CF(L)Co	1,856,851	1,856,851	-
7	Power Purchases - Other	61,396,916	61,396,916	-
8	Depreciation	64,339,518	64,339,518	-
	Expense Credits:			
9	Sundry	(664,680)	(664,680)	-
10	Building Rental Income	(17,472)	(17,472)	-
11	Tax Refunds	-	-	-
12	Suppliers' Discounts	(103,548)	(103,548)	-
13	Pole Attachments	(1,718,482)	(1,718,482)	-
14	Secondary Energy Revenues	-	-	-
15	Wheeling Revenues	-	-	-
16	Application Fees	(26,544)	(26,544)	-
17	Meter Test Revenues	(3,400)	(3,400)	-
18	Total Expense Credits	(2,534,126)	(2,534,126)	-
19	Subtotal Expenses	534,470,521	534,470,521	-
20	Disposal Gain/Loss	4,074,381	4,074,381	-
21	Subtotal Rev Req Excl Return	538,544,902	538,544,902	-
22	Return on Debt	88,982,245	88,982,245	-
23	Return on Equity	33,867,524	28,492,433	(5,375,091)
24	Total Revenue Requirement	661,394,670	661,394,670	(5,375,091)