

1 Q. Further to the response to PUB-NLH-406 Attachment 1 – Calculation of CDM
2 Recovery Mechanism, please provide for each year a list and a detailed description
3 of the CDM programs included in these annual amounts, including the percentage
4 split of each of these programs among the rate classes they benefit (e.g., NP, IC,
5 rural classes, etc.)
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8 A. Please refer to Hydro's response to IN-NLH-009 Attachment 2 for a detailed
9 description of the CDM programs included in the annual amounts provided in
10 Hydro's response to PUB-NLH-406 Attachment 1.
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12 These CDM programs benefit: (i) Newfoundland Power customers through reduced
13 fuel costs and a reduced rural deficit to be recovered through rates; (ii) Island
14 Industrial Customers through reduced fuel costs to be recovered through rates; and
15 (iii) Hydro Rural Labrador Interconnected customers through a lower rural deficit to
16 be recovered through rates.
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18 The CDM program costs are recoverable by Newfoundland Power, Island Industrial
19 customers and Hydro Rural Island Interconnected customers based on percentages
20 of previous year calendar year sales as outlined in the Rates Schedules, CDM Cost
21 Recovery Adjustment, Page 18 and 19 of 46. The amounts initially allocated to
22 Hydro Rural Island Interconnected customers and the rural isolated system program
23 amounts are re-allocated to Newfoundland Power and Hydro Rural Labrador
24 Interconnected customers in the same proportion that the rural deficit was
25 allocated in the approved Test Year Cost of Service Study. The portion allocated to
26 the customers on the Labrador Interconnected System shall be written off to net
27 income.