

1 Q. **2013 General Rate Application, Rural Rates**

2 What is the impact on Newfoundland Power's domestic customers in 2014 of the
3 allocation of the rural deficit to Newfoundland Power?

4

5

6 A. Hydro is unable to provide detailed information on the impact on Newfoundland
7 Power's domestic customers in 2014 of the allocation of the rural deficit to
8 Newfoundland Power, as Newfoundland Power determines how the rural deficit is
9 allocated to its customer rate classes. However, Schedule 1.2, page 2 of 6 of
10 Hydro's 2013 Cost of Service Study, filed as Exhibit 13 to Hydro's GRA, shows that
11 the rural deficit comprises approximately 12 percent of the total revenue
12 requirement, after deficit allocation and revenue credit allocation, for
13 Newfoundland Power.