

1 Q. Assume that the Labrador Interconnected System was not subject to the deferral
2 and recovery adjustment as proposed in NLH's January 17, 2014 supplemental
3 application. What would be the impact on NLH's return on rate base for 2014 if
4 NLH's 2013 GRA's proposed rates did not take effect until July 1, 2014?

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7 A. Assuming that the Labrador Interconnected System was not subject to the deferral
8 and recovery adjustment as proposed in Hydro's January 17, 2014 Supplemental
9 Application (or as proposed in Hydro's February 11, 2014 Amended Application),
10 Hydro's forecast return on rate base for 2014 would be approximately 7.3%.