

1     Q.     If the Rate Stabilization Plan Adjustment for Newfoundland Power proposed in the  
2             Interim Rates Application is not approved please explain the impact on  
3             Newfoundland Power's Rate Stabilization Plan balance, the Rate Stabilization Plan  
4             Adjustment on July 1, 2014 and customer rates which are approved following the  
5             General Rate Application.

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8     A.     The Rate Stabilization Plan Adjustment for Newfoundland Power proposed in the  
9             Interim Rates Application assumes base rates come into effect January 1, 2014. The  
10            impact on the RSP balance of the proposed RSP Adjustment not being approved  
11            depends on the timing of the base rate implementation. Each month delay after  
12            January 1, 2014, the currently approved fuel rider of 16.34 mills/kWh continues to  
13            be applied to NP's monthly energy consumption having an approximate impact  
14            which ranges from \$6 to \$10 million per month payable to Hydro. Assuming base  
15            customer rates are effective July 1, 2014, the RSP Adjustment on July 1, 2014 is  
16            provided in Attachment 1.

NEWFOUNDLAND AND LABRADOR HYDRO  
NP Rate Increase - July 1, 2014  
No. 6 0.7% Sulphur Fuel

NP Total								Percent Increase	
	2014 Existing Billing Units	2014 Forecast Billing Units	Unit	2014 Forecast Jan 1 Rates	\$	2014 Forecast July 1 Rates	\$	NP	Consumer
Demand (kW)	14,730,984	14,730,984	\$/kW/mo	4.00	58,923,936	9.12	134,346,574		
Energy (MWh)	3,000,000	3,360,000	mills/kWh	32.46	97,380,000	27.86	93,609,600		
Energy (MWh)	2,740,200	2,380,200	mills/kWh	88.05	241,274,610	104.00	247,540,800		
RSP: Current Plan	5,740,200	5,740,200	mills/kWh	(11.01)	(63,199,602)	(5.75)	(33,006,150)		
RSP: Fuel Rider	5,740,200	5,740,200	mills/kWh	16.34	93,794,868	(3.61)	(20,722,122)		
Total RSP				5.33	<u>30,595,266</u>	(9.36)	<u>(53,728,272)</u>		
Firm plus RSP					<u>428,173,812</u>		<u>421,768,702</u>	-1.5%	-1.00%