

1 Q. On page 4, clause 12 of the Amended Interim Rates Application, Hydro states that:

2 *"Hydro is proposing that the fuel rider monthly adjustments be held
3 separately from the current RSP for a disposition upon a final Order."*

4 While in the amended Rate Stabilization Plan rules, section D; adjustment, 1.1,

5 Hydro proposes an amendment that will cause the rules to read:

6 *"Effective January 1, 2014, the fuel rider portion of the Newfoundland
7 Power RSP Adjustment then in effect will be accumulated as a separate
8 balance within the RSP, including monthly financing, until its disposition
9 is ordered by the Board."*

10 Confirm that Hydro intends to accumulate, in a separate section of Newfoundland
11 Power's RSP, the fuel rider, approved on an interim basis which will be collected
12 from the effective date of the approval of these proposed interim rates and rules to
13 the date of disposition as ordered by the Board.

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16 A. It is confirmed that it is Hydro's intention to accumulate, in a separate section
17 of Newfoundland Power's RSP, the fuel rider, approved on an interim basis
18 which will be collected from the effective date of the approval of these
19 proposed interim rates and rules to the date of disposition as ordered by the
20 Board.

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22 Hydro is seeking a deferral and recovery account effective January 1, 2014,
23 otherwise Hydro will be deprived of the opportunity to recover its costs,
24 including a reasonable return on rate base for 2014 as required by Section 80 of
25 the Act. It is over this similar time frame that Hydro proposes to "segregate,
26 within the RSP, amounts collected by Hydro through NP's current Fuel Price
27 Projection rider of 1.634 cents/kWh."