

1 **Q. Please confirm that, in Order No. P.U. 40(2005), the Board approved Newfoundland**
2 **Power's proposal to recognize for regulatory purposes \$3,086,000 of 2005 Unbilled**
3 **Revenue in 2006 to offset income tax effects resulting from the CRA tax settlement.**

4
5 A. It is confirmed.

6
7 The Board's approval was granted after a public hearing into Newfoundland Power's
8 application which included Company witnesses, expert witnesses and a full review by the
9 Board's financial consultants Grant Thornton LLP.