

1 Q. Reference: Second Interim Rates Application Evidence, section 3. 3.2 Hydraulic
2 Component, page 7, lines 2 to 3
3 Please provide a copy of the December 2013 Rate Stabilization Plan Report.

4

5

6 A. Please see SIR-V-NLH-001 Attachment 1 for the December 2013 Rate Stabilization
7 Plan Report.

RATE STABILIZATION REPORT

Newfoundland and Labrador Hydro

December 2013



**NEWFOUNDLAND AND LABRADOR HYDRO
RATE STABILIZATION PLAN REPORT
December 31, 2013**

Newfoundland and Labrador Hydro

Rate Stabilization Plan Report December 31, 2013

Summary of Key Facts

The Rate Stabilization Plan of Newfoundland and Labrador Hydro (Hydro), as amended by Board Order No. P.U. 40 (2003) and Order No. P.U. 8 (2007), is established for Hydro's utility customer, Newfoundland Power, and Island Industrial customers to smooth rate impacts for variations between actual results and Test Year Cost of Service estimates for:

- Hydraulic production;
- No. 6 fuel cost used at Hydro's Holyrood generating station;
- Customer load (Utility and Island Industrial); and
- Rural rates.

The Test Year Cost of Service Study was approved by Board Order No. P.U. 8 (2007) and is based on projections of events and costs that are forecast to happen during a test year. Finance charges are calculated on the balances using the test year Weighted Average Cost of Capital which is currently 7.529% per annum. Holyrood's operating efficiency is set, for RSP purposes, at 630 kWh/barrel regardless of the actual conversion rate experienced.

	2007 Test Year Cost of Service			
	Net Hydraulic	No. 6 Fuel	Utility	Industrial
	Production	Cost	Load	Load
	(kWh)	(\$Can/bbl.)	(kWh)	(kWh)
January	427,100,000	54.17	574,800,000	78,300,000
February	388,680,000	54.73	518,600,000	70,900,000
March	415,080,000	55.46	524,700,000	76,600,000
April	355,520,000	55.46	429,200,000	75,600,000
May	324,240,000	55.46	358,700,000	69,500,000
June	328,500,000	54.49	298,400,000	73,800,000
July	386,790,000	54.49	293,400,000	77,500,000
August	379,140,000	54.49	287,000,000	77,900,000
September	363,560,000	54.49	297,700,000	73,000,000
October	340,510,000	54.56	360,200,000	74,400,000
November	364,390,000	54.56	439,300,000	74,100,000
December	398,560,000	58.98	543,800,000	72,700,000
Total	<u>4,472,070,000</u>		<u>4,925,800,000</u>	<u>894,300,000</u>

**Rate Stabilization Plan
Plan Highlights
December 31, 2013**

	Actual	Cost of Service	Variance	Year-to-Date Due (To) From customers	Reference
Hydraulic production year-to-date	4,693.8 GWh	4,472.1 GWh	221.7 GWh	\$ (20,392,250)	Page 4
No 6 fuel cost - Current month	\$ 104.85	\$ 58.98	\$ 45.87	\$ 82,131,930	Page 5
Year-to-date customer load - Utility	5,605.7 GWh	4,925.8 GWh	679.9 GWh	\$ 316,808	Page 8
Year-to-date customer load - Industrial	351.4 GWh	894.3 GWh	-542.9 GWh	\$ (27,477,202)	Page 9
				<u>\$ 34,579,286</u>	
Rural rates					
Rural Rate Alteration (RRA) ⁽¹⁾	\$ (11,418,449)				
Less : RRA to utility customer	<u>\$ (10,173,838)</u>				Page 10
RRA to Labrador interconnected	(1,244,611)				
Fuel variance to Labrador interconnected	<u>\$ 639,139</u>				Page 6
Net Labrador interconnected	<u><u>\$ (605,472)</u></u>				
Current plan summary					
One year recovery					
Due (to) from utility customer	\$ (80,173,930)				Page 10
Due (to) from Industrial customers	<u>\$ 566,125</u>				Page 11
Sub total	(79,607,805)				
Four year recovery					
Hydraulic balance	<u>\$ (39,801,010)</u>				Page 4
Segregated Load Variation					
Utility Customer	\$ 790,787				Page 12
Industrial Customer	<u>\$ (8,991,282)</u>				
Sub Total	\$ (8,200,495)				
Utility RSP Surplus	\$ (115,330,446)				Page 13
Industrial RSP Surplus	<u>\$ (10,858,146)</u>				Page 14
Total plan balance	<u><u>\$ (253,797,902)</u></u>				

⁽¹⁾ Beginning January 2011, the RRA includes a monthly credit of \$98,295. This amount relates to the phase in of the application of the credit from secondary energy sales to CFB Goose Bay to the Rural deficit as stated in Section B, Clause 1.3(b) of the approved Rate Stabilization Plan Regulations which received final approval in Order No. P.U. 33 (2010) issued December 15, 2010.

Newfoundland and Labrador Hydro

**Rate Stabilization Plan
Net Hydraulic Production Variation
December 31, 2013**

	A	B	C	D	E	F	G
	Cost of Service Net Hydraulic Production (kWh)	Actual Net Hydraulic Production (kWh)	Monthly Net Hydraulic Production Variance (kWh) (A - B)	Cost of Service No. 6 Fuel Cost (\$Can/bbl.)	Net Hydraulic Production Variation (\$) (C / O ⁽¹⁾ X D)	Financing Charges (\$)	Cumulative Variation and Financing Charges (\$) (E + F) (to page 12)
Opening balance							(32,675,763)
January	427,100,000	537,465,293	(110,365,293)	54.17	(9,489,663)	(198,260)	(42,363,686)
February	388,680,000	473,366,259	(84,686,259)	54.73	(7,356,951)	(257,042)	(49,977,679)
March	415,080,000	451,303,396	(36,223,396)	55.46	(3,188,809)	(303,240)	(53,469,728)
April	355,520,000	406,276,108	(50,756,108)	55.46	(4,468,149)	(324,428)	(58,262,305)
May	324,240,000	351,332,533	(27,092,533)	55.46	(2,385,003)	(353,507)	(61,000,815)
June	328,500,000	310,817,215	17,682,785	54.49	1,529,421	(370,122)	(59,841,516)
July	386,790,000	281,274,794	105,515,206	54.49	9,126,228	(363,088)	(51,078,376)
August	379,140,000	290,520,764	88,619,236	54.49	7,664,861	(309,918)	(43,723,433)
September	363,560,000	295,245,361	68,314,639	54.49	5,908,674	(265,292)	(38,080,051)
October	340,510,000	350,824,648	(10,314,648)	54.56	(893,281)	(231,051)	(39,204,383)
November	364,390,000	398,097,750	(33,707,750)	54.56	(2,919,198)	(237,873)	(42,361,454)
December	398,560,000	547,251,746	(148,691,746)	58.98	(13,920,380)	(257,028)	(56,538,862)
	<u>4,472,070,000</u>	<u>4,693,775,867</u>	<u>(221,705,867)</u>		<u>(20,392,250)</u>	<u>(3,470,849)</u>	<u>(56,538,862)</u>
Hydraulic Allocation ⁽²⁾					<u>13,267,003</u>	<u>3,470,849</u>	<u>16,737,852</u>
Hydraulic variation at year end					<u>(7,125,247)</u>	<u>-</u>	<u>(39,801,010)</u>

(1) O is the Holyrood Operating Efficiency of 630 kWh/barrel.

(2) At year end 25% of the hydraulic variation balance and 100% of the annual financing charges are allocated to customers.

	(from page 6)			(to pages 11 & 12)	
	12 month kWh	% of kWh to total	Allocation	Reallocate Rural	Net
Utility	5,605,729,562	87.4%	14,626,152	1,064,717	15,690,869
Industrial	351,353,424	5.5%	916,731		916,731
Rural	457,992,791	7.1%	1,194,969	(1,194,969)	-
Total	<u>6,415,075,777</u>	<u>100.0%</u>	<u>16,737,852</u>	<u>(130,252)</u>	<u>16,607,600</u>
Labrador Inteconnected (write-off to income)				<u>130,252</u>	<u>130,252</u>
				<u>-</u>	<u>16,737,852</u>

Newfoundland and Labrador Hydro

**Rate Stabilization Plan
No. 6 Fuel Variation
December 31, 2013**

	A	B	C	D	E	F	G
	Actual Quantity No. 6 Fuel (bbl.)	Actual Quantity No. 6 Fuel for Non-Firm Sales (bbl.)	Net Quantity No. 6 Fuel (bbl.) (A - B)	Cost of Service No. 6 Fuel Cost (\$Can/bbl.)	Actual Average No. 6 Fuel Cost (\$Can/bbl.)	Cost Variance (\$Can/bbl.) (E - D)	No.6 Fuel Variation (\$) (C X F) (to page 6)
January	297,603	0	297,603	54.17	105.89	51.72	15,392,012
February	242,076	6	242,070	54.73	108.00	53.27	12,895,076
March	202,010	0	202,010	55.46	111.07	55.61	11,233,756
April	153,817	0	153,817	55.46	107.83	52.37	8,055,421
May	67,271	0	67,271	55.46	104.90	49.44	3,325,862
June	45,659	0	45,659	54.49	104.90	50.41	2,301,664
July	1,972	0	1,972	54.49	104.90	50.41	99,395
August	0	0	0	54.49	104.90	50.41	0
September	5,724	0	5,724	54.49	104.90	50.41	288,563
October	96,311	0	96,311	54.56	104.65	50.09	4,824,218
November	176,423	4	176,419	54.56	105.22	50.66	8,937,387
December	322,215	31	322,184	58.98	104.85	45.87	14,778,576
	<u>1,611,080</u>	<u>41</u>	<u>1,611,039</u>	<u>55.47</u>	<u>106.63</u>	<u>51.16</u>	<u>82,131,930</u>

Newfoundland and Labrador Hydro

Rate Stabilization Plan
Allocation of Fuel Variance - Year-to-Date
December 31, 2013

	A	B	C	D	E	F	G	H	I	J
	Twelve Months-to-Date				Year-to-Date Fuel Variance				Reallocate Rural Island Customers ⁽¹⁾	
	Utility	Industrial	Rural Island	Total	Utility	Industrial	Rural Island	Total	Utility	Labrador
	(kWh)	Customers	Customers	(kWh)	(\$)	Customers	Interconnected	(\$)	(\$)	Interconnected
				(A+B+C)	(A/D X H)	(B/D X H)	(C/D X H)		(G X 89.10%)	(G X 10.90%)
					(to page 7)			(from page 5)	(to page 7)	
January	5,417,867,263	408,268,165	449,267,696	6,275,403,124	13,288,689	1,001,381	1,101,942	15,392,012	981,830	120,112
February	5,419,401,011	401,459,126	448,779,138	6,269,639,275	24,451,020	1,811,286	2,024,782	28,287,088	1,804,081	220,701
March	5,379,834,205	394,061,387	446,084,468	6,219,980,060	34,182,680	2,503,808	2,834,356	39,520,844	2,525,411	308,945
April	5,432,108,667	383,415,551	447,485,136	6,263,009,354	41,264,419	2,912,574	3,399,272	47,576,265	3,028,751	370,521
May	5,446,666,862	378,526,004	449,016,540	6,274,209,406	44,188,345	3,070,949	3,642,833	50,902,127	3,245,764	397,069
June	5,448,313,745	372,407,301	449,800,851	6,270,521,897	46,227,563	3,159,782	3,816,446	53,203,791	3,400,453	415,993
July	5,441,806,520	361,925,730	449,368,015	6,253,100,265	46,387,490	3,085,157	3,830,539	53,303,186	3,413,010	417,529
August	5,427,809,237	353,170,019	450,019,502	6,230,998,758	46,432,287	3,021,199	3,849,700	53,303,186	3,430,083	419,617
September	5,433,230,398	352,544,876	452,270,963	6,238,046,237	46,677,487	3,028,752	3,885,510	53,591,749	3,461,989	423,521
October	5,460,083,858	346,307,206	454,251,410	6,260,642,474	50,946,222	3,231,277	4,238,468	58,415,967	3,776,475	461,993
November	5,505,016,420	350,543,086	456,303,327	6,311,862,833	58,743,564	3,740,616	4,869,174	67,353,354	4,338,434	530,740
December	5,605,729,562	351,353,424	457,992,791	6,415,075,777	71,769,906	4,498,362	5,863,662	82,131,930	5,224,523	639,139

(1) The Fuel Variance initially allocated to Rural Island Interconnected is re-allocated between Utility and Labrador Interconnected customers in the same proportion which the Rural Deficit was allocated in the approved Cost of Service Study, which is 89.10% and 10.90% respectively. The Labrador Interconnected amount is then removed from the plan and written off to net income (loss).

Newfoundland and Labrador Hydro

**Rate Stabilization Plan
Allocation of Fuel Variance - Monthly
December 31, 2013**

	A	B	C	D	E	F	G
	Utility					Industrial	
	Fuel Variance		Rural Allocation		Total Fuel Variance	Fuel Variance	
	Year-to-Date	Current Month	Year-to-Date	Current Month	Activity for	Year-to-Date	Current Month
	Activity	Activity ⁽¹⁾	Activity	Activity ⁽¹⁾	the month	Activity	Activity ⁽¹⁾
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
	(from page 6)		(from page 6)		(B + D) (to page 10)	(from page 6)	(to page 11)
January	13,288,689	13,288,689	981,830	981,830	14,270,519	1,001,381	1,001,381
February	24,451,020	11,162,331	1,804,081	822,251	11,984,582	1,811,286	809,905
March	34,182,680	9,731,660	2,525,411	721,330	10,452,990	2,503,808	692,522
April	41,264,419	7,081,739	3,028,751	503,340	7,585,079	2,912,574	408,766
May	44,188,345	2,923,926	3,245,764	217,013	3,140,939	3,070,949	158,375
June	46,227,563	2,039,218	3,400,453	154,689	2,193,907	3,159,782	88,833
July	46,387,490	159,927	3,413,010	12,557	172,484	3,085,157	(74,625)
August	46,432,287	44,797	3,430,083	17,073	61,870	3,021,199	(63,958)
September	46,677,487	245,200	3,461,989	31,906	277,106	3,028,752	7,553
October	50,946,222	4,268,735	3,776,475	314,486	4,583,221	3,231,277	202,525
November	58,743,564	7,797,342	4,338,434	561,959	8,359,301	3,740,616	509,339
December	71,769,906	13,026,342	5,224,523	886,089	13,912,431	4,498,362	757,746
		<u>71,769,906</u>		<u>5,224,523</u>	<u>76,994,429</u>		<u>4,498,362</u>

(1) The current month activity is calculated by subtracting year-to-date activity for the prior month from year-to-date activity for the current month.

Newfoundland and Labrador Hydro

Rate Stabilization Plan
Load Variation - Utility
December 31, 2013

	A	B	C	D	E	F	G	H	I	J	K
	Firm Energy						Secondary Energy				
	Cost of Service Sales (kWh)	Actual Sales (kWh)	Sales Variance (kWh) (B - A)	Cost of Service No. 6 Fuel Cost (\$Can/bbl.)	Firm Energy Rate (\$/kWh)	Load Variation (\$) C x {(D/O¹) - E}	Cost of Service Sales (kWh)	Actual Sales (kWh)	Firming Up Charge (\$/kWh)	Load Variation (\$) (G - H) x I	Total Load Variation (\$) (F + J) (to page 10)
January	574,800,000	702,723,435	127,923,435	54.17	0.08805	(264,274)	0	1,099,493	0.00841	(9,247)	(273,521)
February	518,600,000	606,876,717	88,276,717	54.73	0.08805	(103,900)	0	429,853	0.00841	(3,615)	(107,515)
March	524,700,000	572,269,039	47,569,039	55.46	0.08805	(868)	0	374,966	0.00841	(3,153)	(4,021)
April	429,200,000	493,252,447	64,052,447	55.46	0.08805	(1,169)	0	558,436	0.00841	(4,696)	(5,865)
May	358,700,000	387,603,409	28,903,409	55.46	0.08805	(528)	0	309,399	0.00841	(2,602)	(3,130)
June	298,400,000	337,722,526	39,322,526	54.49	0.08805	(61,262)	0	0	0.00841	0	(61,262)
July	293,400,000	298,446,496	5,046,496	54.49	0.08805	(7,862)	0	0	0.00841	0	(7,862)
August	287,000,000	294,706,004	7,706,004	54.49	0.08805	(12,005)	0	0	0.00841	0	(12,005)
September	297,700,000	293,845,194	(3,854,806)	54.49	0.08805	6,006	0	0	0.00841	0	6,006
October	360,200,000	405,323,940	45,123,940	54.56	0.08805	(65,286)	0	0	0.00841	0	(65,286)
November	439,300,000	498,223,042	58,923,042	54.56	0.08805	(85,251)	0	0	0.00841	0	(85,251)
December	543,800,000	711,965,166	168,165,166	58.98	0.08805	936,520	0	0	0.00841	0	936,520
	<u>4,925,800,000</u>	<u>5,602,957,415</u>	<u>677,157,415</u>			<u>340,121</u>	<u>0</u>	<u>2,772,147</u>		<u>(23,313)</u>	<u>316,808</u>

(1) O is the Holyrood Operating Efficiency of 630 kWh/barrel.

Newfoundland and Labrador Hydro

**Rate Stabilization Plan
Load Variation - Industrial
December 31, 2013**

	A	B	C	D	E	F
	Cost of Service Sales	Actual Sales	Sales Variance	Cost of Service No. 6 Fuel Cost	Firm Energy Rate	Load Variation
	(kWh)	(kWh)	(kWh)	(\$)	(\$/kWh)	(\$)
			(B - A)			C x {(D/O¹) - E} (to page 11)
January	78,300,000	31,612,740	(46,687,260)	54.17	0.03676	(2,298,140)
February	70,900,000	25,864,750	(45,035,250)	54.73	0.03676	(2,256,852)
March	76,600,000	30,955,597	(45,644,403)	55.46	0.03676	(2,340,268)
April	75,600,000	32,198,035	(43,401,965)	55.46	0.03676	(2,225,295)
May	69,500,000	31,721,670	(37,778,330)	55.46	0.03676	(1,936,961)
June	73,800,000	27,547,154	(46,252,846)	54.49	0.03676	(2,300,249)
July	77,500,000	21,332,877	(56,167,123)	54.49	0.03676	(2,793,307)
August	77,900,000	29,286,623	(48,613,377)	54.49	0.03676	(2,417,644)
September	73,000,000	28,595,423	(44,404,577)	54.49	0.03676	(2,208,331)
October	74,400,000	24,799,284	(49,600,716)	54.56	0.03676	(2,472,257)
November	74,100,000	33,552,362	(40,547,638)	54.56	0.03676	(2,021,023)
December	72,700,000	33,886,909	(38,813,091)	58.98	0.03676	(2,206,875)
	<u>894,300,000</u>	<u>351,353,424</u>	<u>(542,946,576)</u>			<u>(27,477,202)</u>

(1) O is the Holyrood Operating Efficiency of 630 kWh/barrel.

Newfoundland and Labrador Hydro

Rate Stabilization Plan
Summary of Utility Customer
December 31, 2013

	A	B	C	D	E	F	G	H
	Load	Allocation	Allocation	Subtotal	Financing		August	Cumulative
	Variation	Fuel Variance	Rural Rate	Monthly	Charges	Adjustment ⁽²⁾	Adjustments	Net
	(\$)	(\$)	Alteration ⁽¹⁾	Variances	(\$)	(\$)	(\$)	Balance
				(A + B + C)				
	(from page 8)	(from page 7)						(to page 15)
Opening Balance								(64,905,401)
January	(273,521)	14,270,519	(849,811)	13,147,187	(393,814)	(10,944,447)		(63,096,475)
February	(107,515)	11,984,582	(877,767)	10,999,300	(382,838)	(9,443,617)		(61,923,630)
March	(4,021)	10,452,990	(743,390)	9,705,579	(375,722)	(8,904,614)		(61,498,387)
April	(5,865)	7,585,079	(652,666)	6,926,548	(373,141)	(7,678,759)		(62,623,739)
May	(3,130)	3,140,939	(559,777)	2,578,032	(379,970)	(6,032,044)		(66,457,721)
June	(61,262)	2,193,907	(548,049)	1,584,596	(403,232)	(5,251,585)		(70,527,942)
July	(7,862)	172,484	(395,725)	(231,103)	(427,928)	(1,590,720)		(72,777,693)
August	(12,005)	61,870	(446,842)	(396,977)	(441,579)	(1,570,783)		(75,187,032)
August Adjustments - remove load variation							823,770	(74,363,262)
August Adjustments - RSP Surplus Allocation							(112,573,325) ⁽³⁾	(186,936,587)
Transfer Utility RSP Surplus							112,573,325 ⁽⁴⁾	(74,363,262)
September		277,106	(406,606)	(129,500)	(451,199)	(1,566,195)		(76,510,156)
October		4,583,221	(477,308)	4,105,913	(464,225)	(2,160,377)		(75,028,845)
November		8,359,301	(539,413)	7,819,888	(455,238)	(2,655,529)		(70,319,724)
December		13,912,431	(3,676,484)	10,235,947	(604,510)	(3,794,774)		(64,483,061)
Year to date	(475,181)	76,994,429	(10,173,838)	66,345,410	(5,153,396)	(61,593,444)	823,770	422,340
Hydraulic allocation								(15,690,869)
(from page 4)								
Total	(475,181)	76,994,429	(10,173,838)	66,345,410	(5,153,396)	(61,593,444)	823,770	(80,173,930)

(1) The Rural Rate Alteration is allocated between Utility and Labrador Interconnected customers in the same proportion which the Rural Deficit was allocated in the approved Cost of Service Study, which is 89.10% and 10.90% respectively. The Labrador Interconnected amount is then removed from the plan and written off to net income (loss).

(2) The RSP adjustment rate for the Utility is 0.533 cents per kwh effective July 1, 2013 to June 30, 2014.

(3) Per Board Order No. P.U. 26(2013), \$49 million of the January 1, 2007 to August 31, 2013 accumulated Load Variation component of the RSP has been credited to the Industrial Customer balance as at August 31, 2013, and the remaining balance of \$112,573,325 has been transferred to the Utility Customer balance.

(4) The August Adjustment of \$112,573,325 has been reallocated to the Utility RSP Surplus (Page 13).

Newfoundland and Labrador Hydro

Rate Stabilization Plan
Summary of Industrial Customers
December 31, 2013

	A	B	C	D	E	F	G
	Load	Allocation	Subtotal	Financing	Adjustment ⁽¹⁾	August	Cumulative
	Variation	Fuel Variance	Monthly	Charges		Adjustments	Net
	(\$)	(\$)	Variances	(\$)	(\$)	(\$)	Balance
			(A + B)				
	(from page 9)	(from page 7)					(to page 15)
Opening Balance							(104,079,983)
January	(2,298,140)	1,001,381	(1,296,759)	(631,505)	323,546		(105,684,701)
February	(2,256,852)	809,905	(1,446,947)	(641,242)	275,249		(107,497,641)
March	(2,340,268)	692,522	(1,647,746)	(652,242)	322,621		(109,475,008)
April	(2,225,295)	408,766	(1,816,529)	(664,240)	327,497		(111,628,280)
May	(1,936,961)	158,375	(1,778,586)	(677,305)	324,664		(113,759,507)
June	(2,300,249)	88,833	(2,211,416)	(690,236)	287,558		(116,373,601)
July	(2,793,307)	(74,625)	(2,867,932)	(706,097)	232,954		(119,714,676)
August	(2,417,644)	(63,958)	(2,481,602)	(726,369)	302,465		(122,620,182)
August Adjustments - remove load variation						160,749,555 ⁽²⁾	38,129,373
August Adjustments - RSP Surplus Allocation						(49,000,000) ⁽²⁾	(10,870,627)
Transfer Industrial RSP Surplus						10,870,627 ⁽³⁾	-
September		7,553	7,553	-	-		7,553
October		202,525	202,525	46	-		210,124
November		509,339	509,339	1,275	-		720,738
December		757,746	757,746	4,372	-		1,482,856
Year to date	(18,568,716)	4,498,362	(14,070,354)	(5,383,543)	2,396,554	122,620,182	105,562,839
Hydraulic allocation (from page 4)							(916,731)
Total	(18,568,716)	4,498,362	(14,070,354)	(5,383,543)	2,396,554	122,620,182	566,125

(1) The RSP adjustment rate for Industrial Customers excluding Teck Resources and Vale is 0.785 cents per kWh effective January 1, 2008. The rate for Teck Resources and Vale is 2.000 cents per kWh.

(2) Per Board Order No. P.U. 26(2013), \$49 million of the January 1, 2007 to August 31, 2013 accumulated Load Variation component of the RSP has been credited to the Industrial RSP Surplus (Page 14) as at September 1, 2013, and the remaining balance has been transferred to the Utility RSP Surplus (Page 13).

(3) The August Adjustment of \$10,870,627 has been reallocated to the Industrial RSP Surplus (Page 14).

Newfoundland and Labrador Hydro

Rate Stabilization Plan
Load Variation September - December 2013
December 31, 2013

	A	B	C	D	E	F	G
	Utility Customer			Island Industrial Customers			Total To Date ⁽¹⁾
	Load Variation	Financing Charges	Total To Date	Load Variation	Financing Charges	Total To Date	
		(\$)	(\$)		(\$)	(\$)	(\$)
	(from page 8)		(A + B)	(from page 9)		(D + E)	(C + F)
							(to page 15)
Opening Balance	-	-	-	-	-	-	-
Payment	-	-	-	-	-	-	-
January	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-
September	6,006	-	6,006	(2,208,331)	-	(2,208,331)	(2,202,325)
October	(65,286)	36	(59,244)	(2,472,257)	(13,399)	(4,693,987)	(4,753,231)
November	(85,251)	(359)	(144,854)	(2,021,023)	(28,481)	(6,743,491)	(6,888,345)
December	936,520	(879)	790,787	(2,206,875)	(40,916)	(8,991,282)	(8,200,495)
Total	791,989	(1,202)	790,787	(8,908,486)	(82,796)	(8,991,282)	(8,200,495)

(1) Per Board Order No. P.U. 29(2013), the load variation from the Industrial and Utility Customers as of September 1, be held in a separate account until its disposition.

Newfoundland and Labrador Hydro

**Rate Stabilization Plan
Utility RSP Surplus
December 31, 2013**

	A	B	C	D
	Industrial Customer	Utility	Financing	Cumulative
	Adjustment	Payout	Charges	Balance ⁽¹⁾
	(\$)	(\$)	(\$)	(\$)
	(from page 10)			(to page 15)
Opening Balance	-	-	-	-
January	-	-	-	-
February	-	-	-	-
March	-	-	-	-
April	-	-	-	-
May	-	-	-	-
June	-	-	-	-
July	-	-	-	-
August	(112,573,325)	-	-	(112,573,325)
September	0	-	(683,039)	(113,256,364)
October	0	-	(687,183)	(113,943,547)
November	0	-	(691,352)	(114,634,899)
December	0	-	(695,547)	(115,330,446)
Year to date	(112,573,325)	-	(2,757,121)	(115,330,446)
Total	(112,573,325)	-	(2,757,121)	(115,330,446)

(1) \$112,573,325 has been reallocated from the Utility Customer current plan (Page 10).

Newfoundland and Labrador Hydro

**Rate Stabilization Plan
Industrial RSP Surplus
December 31, 2013**

	A	B	C	D	E
	Industrial Surplus	Teck Allocation ⁽²⁾	Industrial Drawdown	Financing Charges	Cumulative Balance ⁽¹⁾
	(\$)	(\$)	(\$)	(\$)	(\$)
	(from page 11)		(from page 11)		(to page 15)
Opening Balance					
January	-	-	-	-	-
February	-	-	-	-	-
March	-	-	-	-	-
April	-	-	-	-	-
May	-	-	-	-	-
June	-	-	-	-	-
July	-	-	-	-	-
August	(49,000,000)	-	38,129,373	-	(10,870,627)
September	-	64,229	-	(65,958)	(10,872,356)
October	-	69,255	-	(65,968)	(10,869,069)
November	-	69,405	-	(65,948)	(10,865,611)
December	-	73,393	-	(65,927)	(10,858,146)
Year to date	(49,000,000)	276,282	38,129,373	(263,801)	(10,858,146)
Total	(49,000,000)	276,282	38,129,373	(263,801)	(10,858,146)

(1) \$10,870,627 has been reallocated from the Industrial Customers current plan (Page 11).

(2) Per Board Order No. P.U. 29(2013), the RSP drawdown adjustment rate for Teck Resources is 1.111 cents per kwh effective September 1, 2013.

Newfoundland and Labrador Hydro

**Rate Stabilization Plan
Overall Summary
December 31, 2013**

	A	B	C	D	E	F	G
	Hydraulic Balance	Utility Balance	Industrial Balance	Segregated Load Balance	Utility RSP Surplus	Industrial RSP Surplus	Total To Date
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
	(from page 4)	(from page 10)	(from page 11)	(from page 12)	(from page 13)	(from page 14)	(A + B + C + D + E + F)
Opening Balance	(32,675,763)	(64,905,401)	(104,079,983)	-	-	-	(201,661,147)
January	(42,363,686)	(63,096,475)	(105,684,701)	-	-	-	(211,144,862)
February	(49,977,679)	(61,923,630)	(107,497,641)	-	-	-	(219,398,950)
March	(53,469,728)	(61,498,387)	(109,475,008)	-	-	-	(224,443,123)
April	(58,262,305)	(62,623,739)	(111,628,280)	-	-	-	(232,514,324)
May	(61,000,815)	(66,457,721)	(113,759,507)	-	-	-	(241,218,043)
June	(59,841,516)	(70,527,942)	(116,373,601)	-	-	-	(246,743,059)
July	(51,078,376)	(72,777,693)	(119,714,676)	-	-	-	(243,570,745)
August	(43,723,433)	(75,187,032)	(122,620,182)	-	-	-	(241,530,647)
September	(38,080,051)	(76,510,156)	7,553	(2,202,325)	(113,256,364)	(10,872,356)	(240,913,698)
October	(39,204,383)	(75,028,845)	210,124	(4,753,231)	(113,943,547)	(10,869,069)	(243,588,950)
November	(42,361,454)	(70,319,724)	720,738	(6,888,345)	(114,634,899)	(10,865,611)	(244,349,295)
December	(39,801,010)	(80,173,930)	566,125	(8,200,495)	(115,330,446)	(10,858,146)	(253,797,902)