IN THE MATTER OF the Electrical Power Control Act, SNL 1994, Chapter E-5.1 (the "EPCA") and the matter of the Public Utilities Act RSNL 1990, Chapter P-47 (the "Act");

AND

IN THE MATTER OF capital expenditures and rate base of Newfoundland Power Inc. ("Newfoundland Power");

AND

IN THE MATTER OF an application by Newfoundland Power for an Order of the Board pursuant to Sections 41 and 78 of the *Act*, approving:

- (a) its 2013 Capital Budget of \$80,788,000;
- (b) approving certain capital expenditures related to multi-year projects commencing in 2013; and
- (c) fixing and determining its average rate base for 2011 in the amount of \$876,356,000.

PUBLIC UTILITIES BOARD REQUESTS FOR INFORMATION

PUB-NP-1 to PUB-NP-9

Issued: July 24, 2012

1 2	<u>Facility Rehabilitation (Pooled): \$1,400,000, Schedule B, pg. 2 of 93 and section 1.1, pg. 3 -</u> Three Island Pond Spillway: \$305,000
3	
4	PUB-NP-1
5 6 7	When was the timber crib spillway and outlet constructed?
8 9	PUB-NP-2
10 11	What is the normal useful life of this type of structure?
12 13	PUB-NP-3
14 15 16	How does the deterioration and settlement of the foundation impact the function or safety of the structure?
17	
18	Hydro Plant Production Increase (Clustered): \$1,128,000, Schedule B, pg. 4 of 93, section
19	1.3, Attachment C, pg. 1, and section 1.4, Attachment C, pg. 1
20 21 22	PUB-NP-4
23 24 25 26	What is the estimated levelized cost of energy associated with the replacement of the runners at each of the New Chelsea and Pitmans Pond hydro plants, isolated from the other work proposed for each of these plants?
27 28	Extensions (Pooled): \$11,376,000, Schedule B, pg. 33 of 93
29 30 31	Schedule B, Table 2, pg. 34 of 93, Footnote 1, indicates that:
32 33 34	"An adjustment has been made to the expenditure history recognizing the impact of the sale of 40% of joint use support structures to Bell Aliant."
35 36	Schedule B, Table 2, pg. 49 of 93, Footnote 1, indicates that:
37 38 39 40	"An adjustment has been made to the expenditure history recognizing the impact of the sale of 40% of joint use support structures to Bell Aliant. 2009 and 2010 expenditures have been adjusted to reflect higher customer-driven, third party and storm related work in those years, converted to 2012 dollars."

PUB-NP-5

Please describe how capital expenditures relating to joint use support structures will be impacted and treated in 2013 and in future years from a regulatory perspective, with regard to section 41 of the *Public Utilities Act*.

PUB-NP-6

Please describe how the recovery of costs from Bell Aliant with regard to joint use support structures will be dealt with in the regulated accounts of Newfoundland Power with regard to section 41 of the *Public Utilities Act*.

PUB-NP-7

Please provide the details and the rationale for the adjustment that has been made to the capital expenditure history from 2008 to 2011 shown in Table 2, pg. 34 of Schedule B.

PUB-NP-8

Please provide the details and the rationale for the adjustment that has been made to the capital expenditure history from 2008 to 2012F shown in Table 2, pg. 49 of Schedule B.

2013 Capital Plan

In the 2013 Capital Plan, pg. 1, Newfoundland Power mentions the low level of pole replacement and the assessment that

"...will consider whether replacement of the oldest and most deteriorated poles through a multiyear program is necessary to ensure continued stability and predictability in capital expenditures over the long-term."

In Tab 4.1, Distribution Reliability Initiative, pg. 1, Newfoundland Power states that no work is required under the Distribution Reliability Initiative at this time, and that no work was undertaken in 2012. Newfoundland Power states, on pg. 16 of the 2013 Capital Plan, that:

"Newfoundland Power considers current levels of service reliability to be satisfactory...capital expenditures in the Distribution Reliability Initiative project have been reduced compared to previous years."

PUB-NP-9

What is the scheduled completion date of the assessment of Newfoundland Power's distribution pole replacement practices?

DATED at St. John's, Newfoundland this 24th day of July, 2012.

BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

Chery Blundon Board Secretary