

1 **Q. Page 3 of NP's Application indicates that the company is seeking to set rates in 2013**
2 **and 2014 that will recover the forecast revenue requirement in 2013 and 2014. This**
3 **application therefore proposes to adopt a two-year test period for this application.**

4
5 **Please provide details of Canadian precedents for regulated utilities proposing,**
6 **and/or regulators approving, rates for a multi-year test period based on a multi-**
7 **year revenue requirement forecast.**

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9 A. Newfoundland Power has not completed a study of Canadian precedents for regulated
10 utilities proposing, and/or regulators approving, rates for a multi-year test period based on
11 a multi-year revenue requirement forecast. Furthermore, the information is not
12 reasonably required for the purpose of a satisfactory understanding of the matters to be
13 considered in this proceeding.

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15 As indicated in response to Request for Information CA-NP-389, the Company's
16 proposal to use a two-year test period is in accordance with the *Electrical Power Control*
17 *Act, 1994*, is consistent with practice accepted by the Board in the past, and is reasonable
18 in the current circumstances. A review of regulatory precedents in other jurisdictions for
19 the use of a multi-year test period is not necessary nor required for the Board to consider
20 the Company's Application.