

HAND DELIVERED

August 17, 2007

Board of Commissioners of Public Utilities P.O. Box 21040 120 Torbay Road St. John's, NL A1A 5B2

Attention:

G. Cheryl Blundon

Director of Corporate Services

and Board Secretary

Ladies and Gentlemen:

Re: 2008 Hydro Capital Budget Application

Please find enclosed the original and 8 copies of Newfoundland Power's Intervenor's Submission in respect of the 2008 Hydro Capital Budget Application.

For convenience, the Intervenor's Submission is provided on three-hole punched paper.

A copy of this letter, together with enclosures, has been forwarded directly to the parties listed below. An electronic copy in pdf format will follow.

Newfoundland Power Inc.

St. John's, Newfoundland

Business: (709) 737-5600

Facsimile: (709) 737-2974 www.newfoundlandpower.com

Fax: (709) 737-2974

55 Kenmount Road PO Box 8910

A1B 3P6

If you have any questions regarding the enclosed, please contact the undersigned at your convenience.

Yours very truly,

Gerard Haves Senior Counsel

Geoffrey Young c.

Newfoundland & Labrador Hydro

Thomas Johnson O'Dea Earle Law Offices

Joseph Hutchings, Q.C. Poole Althouse

Paul Coxworthy Stewart McKelvey

Telephone: (709) 737-5859

Join us in the fight against cancer.

Email: palteen@newfoundlandpower.com

IN THE MATTER OF the Public

Utilities Act, (the "Act"); and

IN THE MATTER OF an Application by Newfoundland and Labrador Hydro for an Order approving: (1) its 2008 capital budget pursuant to s. 41(1) of the Act; (2) its 2008 capital purchases, and construction projects in excess of \$50,000 pursuant to s.41 (3) (a) of the Act; (3) its leases in excess of \$5,000 pursuant to s. 41 (3) (b) of the Act; and (4) its estimated contributions in aid of construction for 2008 pursuant to s.41 (5) of the Act and for an Order pursuant to s. 78 of the Act fixing and determining its average rate base for 2006.

TO: The Board of Commissioners of Public Utilities ("the Board")

INTERVENOR'S SUBMISSION

A. General

1. Newfoundland Power Inc. ("Newfoundland Power") wishes to intervene in the Application.

B. Interest of Newfoundland Power

2. Newfoundland Power purchases approximately 70% of Newfoundland and Labrador Hydro's ("Hydro") annual production of electrical energy on the island of Newfoundland and therefore has an interest in Hydro's proposed capital expenditures and leasing obligations for 2008.

C. Disposition Advocated by Newfoundland Power

3. The disposition of the proceedings advocated by Newfoundland Power is that the Board is required pursuant to the Act to approve, and should approve, those proposed improvements or additions to Hydro's property for 2008 as are shown by the record before the Board to be reasonably necessary for Hydro to meet its obligations to provide electrical service as required by the Act.

D. Facts and Reasons Supporting Intervention

4. The reason for Newfoundland Power's intervention is to receive and consider materials filed in support of the Application so as to be in a position to assess whether the record before the Board indicates that Hydro's proposed capital expenditures and leasing obligations for 2008 are reasonably necessary for Hydro to meet its obligations to provide electrical service as required by the Act.

E. Participation of Newfoundland Power

5. Newfoundland Power does not currently intend to present any evidence in relation to the Application. Newfoundland Power may wish to participate in technical conferences, file requests for information as provided by the *Board of Commissioners of Public Utilities Regulations*, 1996, and to avail of the right to cross-examine witnesses or to submit argument at a public hearing of the Application, all as the circumstances may require.

DATED at St. John's, Newfoundland and Labrador this 17th day of August, 2007.

NEWFOUNDLAND POWER INC.

Counsel for Newfoundland Power Inc.

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