



HAND DELIVERED

October 21, 2011

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: 2012 Newfoundland and Labrador Hydro Capital Budget Application

Please find enclosed the original and 8 copies of Newfoundland Power's Requests for Information in relation to Phase II of the 2012 Newfoundland and Labrador Hydro Capital Budget Application.

For convenience, the Requests for Information are 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.

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

Yours very truly,

A handwritten signature in blue ink, appearing to read "Gerard Hayes".

Gerard Hayes
Senior Counsel

c. Geoffrey Young
Newfoundland and Labrador Hydro

Thomas Johnson
O'Dea Earle Law Offices

Paul Coxworthy
Stewart McKelvey

Dean Porter
Poole Althouse



Join us in the fight against cancer.

IN THE MATTER OF

The *Electrical Power Control Act*, RSNL 1994,
Chapter E-5.1 (the “EPCA”) and the
Public Utilities Act, R.S.N.L. 1990,
Chapter P-47, as amended, (the “Act”); and

IN THE MATTER OF an application (the “Application”) by
Newfoundland and Labrador Hydro (“Hydro”) for an Order:

- (1) approving the 2012 capital budget, pursuant to s.41(1) of the Act;
- (2) approving its 2012 capital purchases, and construction projects in excess of \$50,000, pursuant to s.41(3)(a) of the Act;
- (3) approving its leases in excess of \$5,000, pursuant to s.41(3) of the Act
- (4) approving its estimated contributions in aid of construction for 2012, pursuant to s.41(5) of the Act; and
- (5) fixing and determining its average rate base for 2010, pursuant to s.78 of the Act.

Phase II
Requests for Information by
Newfoundland Power Inc.

P2-NP-NLH-1 to P2-NP-NLH-3

October 21, 2011

Requests for Information

Reference: **Technical Conference Phase II Presentation NO. 1 - Holyrood Condition Assessment Technical Conference, pages 10 and 12; Capital Plan, page A-7.**

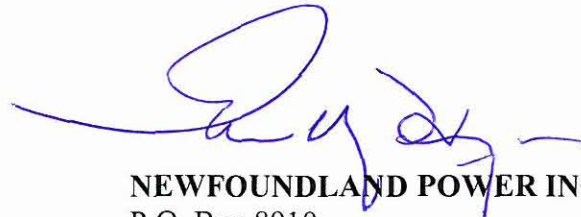
P2-NP-NLH-1 With respect to the assets required for synchronous condenser operation of the Holyrood plant beyond 2020, has Hydro evaluated alternatives to the proposed \$15 million auxiliary boiler for the plant heating system, which requires the additional expense of maintaining cooling water systems (including pump houses and the waste water treatment plant) beyond the shutdown of thermal operation of the plant?

Reference: **Technical Conference Phase II Presentation NO. 1 - Holyrood Condition Assessment Technical Conference, page 13.**

P2-NP-NLH-2 Please describe the organization structure and identify the 38 positions indicated as required to operate the Holyrood plant beyond 2020 as a synchronous condenser operation only.

P2-NP-NLH-3 Has Hydro undertaken, or if not does it plan to undertake, a cost analysis to determine whether establishing the required synchronous condenser capacity for operation of the DC link would be least-cost if sited other than at the Holyrood plant?

RESPECTFULLY SUBMITTED at St. John's, Newfoundland and Labrador, this 21st day of October, 2011.



NEWFOUNDLAND POWER INC.
P.O. Box 8910
55 Kenmount Road
St. John's, Newfoundland A1B 3P6

Telephone: (709) 737-5609
Telecopier: (709) 737-2974