

1 **Q. Does NP intend to propose in its 2008 rates application that the over- or under**  
2 **recovery of depreciation in 2007 based on the 2006 depreciation study be taken into**  
3 **account in determining the value of the accumulated depreciation true-up deferrals**  
4 **to be recovered from customers?**  
5

6 A. Newfoundland Power intends to consider the accumulated depreciation reserve variance  
7 in its next general rate proceeding when it is expected that the 2006 depreciation study  
8 will be considered by the Board. This is currently planned to be filed in 2007.  
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10 The specific treatment of the accumulated depreciation reserve variance to be proposed  
11 in the application is not known at this time. Please refer to the Response to Request for  
12 Information CA-012 NP for further information.