

Newfoundland Power Inc.

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HAND DELIVERED

November 17, 2006

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: Newfoundland Power's 2007 Amortization and Cost Deferrals Application

Please find enclosed fifteen copies of Newfoundland Power's response to CA-9.0 NP (1st Revision).

Changes in the revised RFI from that contained in the previous filing are indicated by shading as follows:

The symbol so indicates a deletion from the initial response.

For convenience, the revised response 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 Adobe format will follow.

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

Yours very truly,

Gerard Hayes Senior Counsel

c. Geoffrey Young Newfoundland & Labrador Hydro

> Thomas Johnson O'Dea Earle Law Offices

Mark Kennedy Law Atlantic

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1 Q. Please confirm that if NP's proposed 2007 depreciation true-up deferral is 2 approved, the accumulated depreciation true-up deferral (i.e., 2006 and 2007) will 3 be in excess of \$11,586,000. 4 5 A. <> 6 7 Table 1 shows that the cumulative effect of the 2005 conclusion of the depreciation trueup for 2006 and 2007 is not in excess of \$11, 586,000. 8 9 10 Table 1 **Depreciation True-Up Deferral** (000s)2006 Deferred Recovery \$5,793 Proposed 2007 Deferred Recovery 5,793 Total \$11,586 11 12 13 The Company has proposed to defer recovery, until a further Order of the Board, the 14 amount of \$5,793,000 in 2007 related to the conclusion of the depreciation true-up in

2005. This proposal is identical to the deferred recovery of \$5,793,000 in 2006 approved

by the Board in Order No. P.U. 40 (2005).