Application

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Q. (paragraph 15) NP proposes that the Board approve rates, tolls and charges effective for service provided on and after January 1, 2008, which result in average increases in customer rates by class as follows:

Rate Class	Average Increase
Domestic	6.4%
General Service 0 – 10 kW	1.3%
General Service 10 – 100 kW	2.3%
General Service 110 – 1000 kVA	4.3%
General Service 1000 kVA and Over	5.3%
Street and Area Lighting	5.3%

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Please provide a table showing both the proposed and Board allowed average increase for each rate class in NP's prior GRAs over the past 20 years.

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A. Table 1 shows both the proposed and Board allowed average increase for each rate class in Newfoundland Power's prior GRAs over the past 20 years. The average increases proposed in the 2008 GRA are based on final rates including Rate Stabilization Adjustments and Municipal Tax Adjustments (consistent with current Board practice of approving changes to final rates), while the average increases proposed in previous GRAs were based on rates excluding the Rate Stabilization Adjustments and Municipal Tax Adjustments.

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Table 1 Proposed and Allowed Rate Changes 1990 - 2004 Test Years (percent)

	Average Increase 1990 ¹ 1992 ² 1997 ³ 1999 ⁴						. 4	200.45				
	1990^{1}		1992		1997 ³		1999 ⁴		20045			
	Proposed	Allow	Proposed	Allow	Proposed	Allow	Proposed	Allow	Proposed	Allow		
Rate Class												
Domestic	4.6	4.6	4.1	2.8	3.8	1.4	1.3	1.2	1.0	-0.2		
GS 0 - 10 kW	4.6	4.5	3.6	2.4	3.0	1.5	1.3	1.2	1.0	-0.2		
GS $10 - 100 \text{ kW}$	3.8	3.8	3.3	2.2	-1.0	-1.8	1.3	1.2	1.0	-0.2		
GS 110 – 1000 kVA	1.4	1.4	1.8	1.0	2.9	1.4	1.3	1.2	1.0	-0.2		
GS 1000 kVA and Over	0.5	0.5	-1.1	-1.4	3.3	1.1	1.3	1.2	1.0	-0.2		
$AE GS 0-10 kVA^6$	12.0	11.7	9.5	8.2	NA	NA	NA	NA	NA	NA		
Street and Area Lighting	8.8	8.8	5.9	4.5	2.3	-0.3	1.3	1.2	1.0	-0.2		
1.0												

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Rate Change Approval - Order No. P.U. 1 (1990).

² Rate Change Approval - Order Nos. P.U. 6 (1991) & P.U. 7 (1991).

Rate Change Approval - Order Nos. P.U. 7 (1996-1997) & P.U. 8 (1996-1997).

⁴ Rate Change Approval - Order Nos. P.U. 36 (1998-1999) & P.U. 37 (1998-1999).

Rate Change Approval - Order Nos. P.U. 22 (2003-2003) & P.U. 23 (2002-2003).

Effective January 1, 1992, the All-Electric General Service 0-10 kVA class was merged with General Service Class 0-10 kW. (Order No. P.U. 6 (1991)).