

1 **Q. Reference: CA-NP-89, attachment A, p. 8 of 8: indicates at lines 36-37 that**  
2 **operating expenses include \$2.8 million for the amortization of application costs**  
3 **related to the 2008 GRA. Please reconcile this with NP's proposal at para. 12 (e) of**  
4 **its Application to amortize the recovery over a three year period of an estimated**  
5 **\$1,250,000 in Board and Consumer Advocate costs related to the Application.**  
6

7 A. The response to CA-NP-89, Attachment A, p. 8 of 9 of indicates at lines 36-37 that  
8 operating expenses in 2008 include \$0.8 million for the amortization of application costs  
9 and not \$2.8 million as suggested in the question.

10  
11 Consistent with the proposal in paragraph 12(e) of the Application, the forecast 2008  
12 operating costs as filed in Exhibit 2 include \$417,000 related to the amortization of  
13 application costs associated with the 2008 General Rate Application. The 2008 forecast  
14 operating expenses shown in Attachment A, page 1 of 9 of the response to CA-NP-89 is  
15 also consistent with paragraph 12(e) of the Company's Application and with Exhibit 2.  
16

17 Lines 36-37 of Attachment A, p.8 of 9, should read as follows:

18  
19 "Operating expenses include \$0.4 million for the amortization of  
20 application costs related to the 2008 Newfoundland Power General Rate  
21 Application."  
22

23 The response to CA-NP-89 has been revised accordingly and submitted as CA-  
24 NP-89, 1<sup>st</sup> Revision.