

- 1 **Q. Under the proposed standards NP will be required to issue GAAP financial**  
2 **statements which will exclude regulatory adjustments currently accepted and**  
3 **disclosed. How does NP propose to deal with the potential dual reporting**  
4 **requirement (ie: statements required under GAAP and statements required for**  
5 **purposes of rate setting and regulatory reporting)?**  
6
- 7 A. The proposed changes for the CICA Handbook that are set out in the Exposure Draft  
8 would, if enacted, change the manner in which certain regulatory assets and liabilities are  
9 disclosed in GAAP financial statements. The changes would not have the effect of  
10 excluding them from the financial statements. The proposed standards therefore would not  
11 impose a dual reporting requirement on Newfoundland Power.  
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13 See the response to PUB-NP-3 for further information.