

WHENEVER. WHEREVER.  
We'll be there.



HAND DELIVERED

November 19, 2018

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

Dear Ms. Blundon:

**Re: 2019/2020 General Rate Application (the "2019/2020 GRA") – Settlement Agreement**

Further to the Board's letter dated November 14, 2018, please find enclosed the original and 9 copies of Newfoundland Power's Amended Application and revisions to the following:

- Exhibit 3 (1<sup>st</sup> Revision): Financial Performance (2015 to 2020E)
- Exhibit 5 (1<sup>st</sup> Revision): 2019 and 2020 Comparative Financial Forecasts
- Exhibit 6 (1<sup>st</sup> Revision): 2019 and 2020 Forecast Average Rate Base
- Exhibit 7 (1<sup>st</sup> Revision): 2019 and 2020 Revenue Requirements
- Exhibit 8 (1<sup>st</sup> Revision): 2019 and 2020 Forecast Capital Structure and Return on Rate Base
- Exhibit 9 (1<sup>st</sup> Revision): Revenue Requirement to Revenue from Rates Reconciliation
- Exhibit 10 (1<sup>st</sup> Revision): Average Customer Billing Impacts
- Exhibit 11 (1<sup>st</sup> Revision): Summary of Existing and Proposed Customer Rates

Exhibits 1, 2, 4, and 12 are not affected by the Settlement Agreement and have not been revised.

The 2019/2020 GRA was filed with the Board on June 1, 2018 and reflected customer rates in effect on that date. New customer rates became effective on July 1, 2018, pursuant to Order No. P.U. 20 (2018). The Settlement Agreement reflected customer rates in effect at the date of filing the 2019/2020 GRA, but was subject to modification to account for the July 1, 2018 rate change. The Amended Application and Exhibits now reflect that modification.

**Newfoundland Power Inc.**

55 Kenmount Road • P.O. Box 8910 • St. John's, NL A1B 3P6

PHONE (709) 737-5364 • FAX (709) 737-2974 • [khopkins@newfoundlandpower.com](mailto:khopkins@newfoundlandpower.com)

Newfoundland Power has a forecast revenue shortfall of \$145,000 in 2019 and \$258,000 in 2020. As per paragraphs 21 and 22 of the Settlement Agreement, the parties have agreed that this shortfall shall be charged to the Rate Stabilization Account in order to avoid a rate increase for domestic customers. Details pertaining to the 2019 and 2020 revenue shortfalls are provided in Exhibit 7 (1<sup>st</sup> Revision) 2019 and 2020 Revenue Requirements.

A copy of this letter, together with enclosures, has been forwarded directly to the parties listed below.

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

Yours very truly,



Kelly Hopkins  
Corporate Counsel  
Enclosure

c. Dennis Browne, QC  
Consumer Advocate

Mark Murray  
IBEW, Local 1620