

1 **Volume 2: Cost of Service Study**
2

3 **Q. (Section 5, page 5-7) Does a cost of service study approved by the Board necessarily**
4 **mean that all parties participating in a GRA are in agreement with all elements of**
5 **the cost of service study? Did Newfoundland Power agree with every aspect of the**
6 **cost of service study approved by the Board at Hydro's last GRA?**
7

8 A. No, the Board is not required to accept the submissions of all intervenors when issuing
9 orders.
10

11 In 2018, intervenors including Newfoundland Power and the Consumer Advocate
12 executed a *Settlement Agreement* and a *Supplemental Settlement Agreement* in relation to
13 Newfoundland and Labrador Hydro's ("Hydro") *2017 General Rate Application*.¹ In its
14 submission on Hydro's *2017 General Rate Application*, Newfoundland Power submitted
15 that the Board should approve the settled cost of service methodologies and did not object
16 to any matters related to Hydro's cost of service study that were not included in the
17 agreements.²

¹ See the April 11, 2018 *Settlement Agreement* and the July 16, 2018 *Supplemental Settlement Agreement* which were filed in relation to Hydro's *2017 General Rate Application*.

² See *Newfoundland and Labrador Hydro 2017 General Rate Application – Written Submissions of Newfoundland Power*, February 1, 2019.