

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

2

3 **Q. Please provide cost of service study results for a case where all costs for facilities**  
4 **that benefit only one customer are removed, and provide a comparison of the**  
5 **revenue requirement assigned to each customer class for the case assumed in the**  
6 **application to the case outlined in this scenario.**

7

8 A. See Attachment A for the requested scenario.

**2022 *Pro Forma* Cost of Service Study with Specifically Assigned Costs Removed**

Newfoundland Power Inc.  
 2022 Pro Forma Cost of Service Study  
 Pro Forma Revenue to Cost Ratio  
 Including RSA, MTA and Rural Subsidy  
 (\$000s)

Line No.	Class of Service	Rate	Revenue from Final Rates (A)	Pro Forma Costs (B)	Revenue to Cost Ratio (C)	Pro Forma Costs (D)	Change <sup>1</sup> (B) - (D)
1	DOMESTIC	1.1	512,951	531,518	96.5%	531,478	40
	GENERAL SERVICE						
2	(0-100 kW)	2.1	108,521	100,581	107.9%	100,575	6
3	(110 - 1000 kVA)	2.3	124,303	115,590	107.5%	115,583	7
4	(1000 kVA and Over)	2.4	42,801	40,261	106.3%	40,469	(208)
5	STREET LIGHTING	4.1	16,133	16,607	97.1%	16,604	3
6	Total		804,709	804,557	100.0%	804,709	(152)

Column

- A Revenue from Schedule 1.4, Column J.
- B Pro forma costs with specifically assigned costs removed
- C Column A divided by Column B.
- D Costs from Schedule 1.3, Column M.

<sup>1</sup> The change reflects the amount of specifically assigned costs shown in 2025/2026 General Rate Application, Volume 2, Supporting Materials, Tab 4, Cost of Service Study, Schedule 1.2, page 1 of 2, of \$194,000 less general expenses of approximately \$42,000 that would be allocated to the remaining classes.