Q. Further to the response to PUB-NP-105, given the material increase in load projected for Memorial University in the near future and the rate design and load research study reviews currently underway, does Newfoundland Power believe it would be appropriate to conduct a comprehensive review of the reasonableness of the Memorial University rate structure and the reasonableness of the Memorial University cost recovery within the scope of its rate design report? If no, please explain why.

A. Newfoundland Power commenced a Rate Design Review in 2023 which is anticipated to be completed by 2026. In addition to the Rate Design Review, the Company also plans to complete a review of the rates charged to Memorial University due to the anticipated large changes in Memorial University's load profile in the coming years due to the planned installation of electric boilers, the addition of new buildings, and the potential establishment of a capacity assistance agreement with the Company. This review will provide an analysis of all costs associated with providing service to Memorial University and consider whether any changes to Newfoundland Power's General Service Rate #2.4 rate structures are appropriate.

While this analysis is not within the scope of the Company's Rate Design Review, Newfoundland Power anticipates that both analyses will inform its customer rate proposals in its next general rate application.

See the 2025/2026 General Rate Application, Volume 1: Application, Company Evidence and Exhibits, Section 5: Customer Rates, page 5-8, footnote 19.