

1 Q. Further to response to IN-NLH-106, provide a full description of precisely what is  
2 meant in each instance where it is indicated that the rate is "Indexed based on NP's  
3 average rate change to this rate class". Also, provide examples of how these rates  
4 are set.

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7 A. "Indexed based on NP's average rate change to this rate class" means that once  
8 Newfoundland Power has redesigned its rates and produced percentage increases  
9 for its customer classes, Hydro applies these same increases for its respective  
10 isolated system classes. This is in accordance with Section 16 of Hydro's Rules and  
11 Regulations.

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13 Please see PUB-NLH-349 Attachment 1 (Schedule B from Hydro's filing for rates  
14 effective July 1, 2013), for the calculation of indexed rates resulting from  
15 Newfoundland Power's most recent rate changes.

**Newfoundland and Labrador Hydro**  
**Calculation of Isolated System Rates**  
*(other than those which are the same as Newfoundland Power's)*

	<i>Current Rate</i> 1-Jan-13	<i>% Increase</i> 1-Jul-13 <sup>1</sup>	<i>Revised Rate</i> 1-Jul-13
<b>Rate 1.2 D Domestic Diesel</b>			
Energy			
Second Block (cents per kWh)	12.600	-1.800%	12.373
Third Block (cents per kWh)	17.083	-1.800%	16.776
<b>Rate 2.1 D General Service Diesel (0-10 kW)</b>			
Basic Customer Charge (per month)	\$21.61	-9.100%	\$19.64
Energy (cents per kWh)	18.414	-9.100%	16.738
Minimum			
Single Phase (per month)	\$21.61	-9.100%	\$19.64
Three Phase (per month)	\$39.61	-9.100%	\$36.01
<b>Rate 2.2 D General Service Diesel (over 10 kW)</b>			
Basic Customer Charge (per month)	\$31.31	-7.800%	\$28.87
Demand (dollars per kW)	13.90	-7.800%	12.82
Energy (cents per kWh)	17.668	-7.800%	16.290
Minimum			
Single Phase (per month)	\$31.31	-7.800%	\$28.87
Three Phase (per month)	\$68.29	-7.800%	\$62.96

<sup>1</sup> Source: Newfoundland Power Inc.: Projected Customer Billing Impacts of July 1, 2013 GRA/RSA/MTA, (%) Billing Change: Appendix D, pg 1 of 1 in the NP Compliance Filing.