

November 28, 2014

The Board of Commissioners of Public Utilities
Prince Charles Building
120 Torbay Road, P.O. Box 21040
St. John's, Newfoundland & Labrador
A1A 5B2

Attention: Ms. Cheryl Blundon
Director Corporate Services & Board Secretary

Dear Ms. Blundon:

**Re: Newfoundland and Labrador Hydro - 2013 AMENDED General Rate Application - 2014
Matters requiring Approvals**

This is further to the Board's correspondence to Hydro dated November 21, 2014 in which Hydro was requested to clearly outline any approvals required prior to January 1, 2015 and prior to February 1, 2015, noting any applications that are on file with the Board. The Board also requested that any further applications required to achieve these approvals must be filed with the Board on or before November 28, 2014. Finally, Hydro is filing herewith a copy of Order in Council OC2014-319, this revokes Item 8 of OC2013-089 which required that Hydro's GRA be considered based upon a 2013 test year.

The following is a list of outstanding approvals required by Hydro:

- An application by Hydro was filed, on October 8, 2014, for the approval of the deferral and recovery of approximately \$10 million in expenses associated with the increased capacity-related supply costs on the Island Interconnected System in 2014. The application has not yet been ruled on by the Board;
- Rates for 2015 approved on an interim basis for Island Industrial Customers effective January 1, 2015 in accordance with the Order in Council OC-2013-089 as requested in Hydro's Amended General Rates Application;
- The approval of proposed changes to the RSP rules on an interim basis effective January 1, 2015 to permit the phase-in of Industrial Customer rates beginning January 1, 2015;
- Approval of the transmission component of Labrador Industrial rates for 2015 be approved on an interim basis effective January 1, 2015, consistent with legislation;

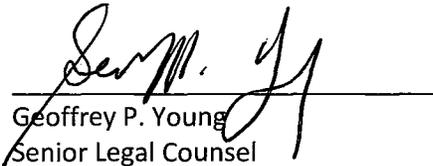
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- Approval of 2015 rates for Newfoundland Power and Hydro Rural Customers, on an interim basis, effective February 1, 2015; and
- Approval, effective not later than December 31, 2014, of an Interim Order with regard to Hydro's forecast 2014 revenue deficiency, including the approval of a deferral account.

We trust that the foregoing is satisfactory and in compliance with the Board's requirements.

Yours truly,

NEWFOUNDLAND AND LABRADOR HYDRO



Geoffrey P. Young
Senior Legal Counsel

GPY/jc

cc: Gerard Hayes – Newfoundland Power
Paul Coxworthy – Stewart McKelvey Stirling Scales
Thomas J. O'Reilly, Q.C. – Cox & Palmer
Senwung Luk – Olthuis, Kleer, Townshend LLP

Thomas Johnson – Consumer Advocate
Yvonne Jones, MP Labrador
Ed Hearn, Q.C. – Miller & Hearn

Executive
Council



Newfoundland
and Labrador

*Certified to be a true copy of a Minute of a Meeting
of the Committee of the Executive Council of Newfoundland and
Labrador approved by His Honour the Lieutenant-Governor on*

2014/10/30

OC2014-319

MC2014-0485. XX2014-110.

Under the authority of section 5.1 of the Electrical Power Control Act, 1994, the
Lieutenant Governor in Council is pleased to revoke Item 8 of OC2013-089.

Julia Mullahey
Clerk of the Executive Council