

1 Q. **Reference: Schedule F (Volume 1, page 251); Schedule G (Volume 1, page 360)**

2 Provide Newfoundland Power's internal allocation of the Island Interconnected rate mitigation
3 credit across its own retail rate classes (Domestic, Domestic All Electric, General Service tiers,
4 Special, and Street and Area Lighting): the sub-class-level cost-of-service study or allocation
5 schedule NP uses to distribute the mitigation credit it receives from Hydro, showing the dollar
6 amount and resulting revenue-to-cost coverage-ratio effect for each sub-class, mitigated and
7 unmitigated. If this data properly belongs to Newfoundland Power rather than Hydro, identify
8 which party should respond and on what basis.

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11 A. Rate mitigation funding is applied to Newfoundland and Labrador Hydro's ("Hydro") revenue
12 requirement and incorporated into the calculation of customer rates through Hydro's Cost of
13 Service Study. The Utility rate charged to Newfoundland Power Inc. has already been mitigated
14 and therefore there is no allocation of rate mitigation to customer rate classes.