

1 **Q. Please advise if Newfoundland Power ever sells energy to Newfoundland and**  
2 **Labrador Hydro and, if so, provide the details of the pricing arrangements year**  
3 **over year, from 1998 to current and forecast.**  
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5 A. Newfoundland Power supplies energy to various Newfoundland and Labrador Hydro  
6 locations across the Province (e.g., office buildings, warehouses, etc.), at rates consistent  
7 with the Company's approved Schedule of Rates, Tolls and Charges.  
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9 Newfoundland Power also wheels energy for Hydro through its transmission and  
10 distribution system. Charges related to wheeling are included in Other Revenue, as  
11 shown in the Company's response to Request for Information CA-506.  
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13 On occasion Hydro may request that Newfoundland Power operate its thermal generating  
14 plants in order to help meet system generation capacity requirements either during peak  
15 loading periods, or during contingency operation when Hydro generation is unavailable.  
16 Newfoundland Power has a pricing arrangement with Hydro, in these instances, whereby  
17 Hydro pays to Newfoundland Power the cost of fuel and additives used by the generating  
18 facility placed in service at Hydro's request. The energy produced by Newfoundland  
19 Power's thermal generating units subsequent to each request is included in the bill from  
20 Hydro and priced based on the approved purchased power rate.