

1 Q. Regarding the calculation for allocating the rural deficit (Exhibit 13, Schedule 1.2.1,
2 p.1 of 2), please explain how the number of customers associated with
3 Newfoundland Power is only 9,096 (line 6, column 5). In particular, provided the
4 details of the calculation that yields that number.

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7 A. The calculation of equivalent unweighted customers of 9,096 is shown in the Table
8 below.

Newfoundland Power - Equivalent Unweighted Customers Calculation			
<u>Line No.</u>		<u>Description</u>	<u>Source</u>
1	\$ 11,415,576	Island Rural Customer Costs	Schedule 1.3.1, Page 1 of 3, Line 12, Column 5
2	23,593	No. of Island Rural Customers	Schedule 1.3.2, Page 1 of 3, Line 12, Column 4
3	\$ 483.85	Cost per Rural Customer	Line 1 / Line 2
4	\$ 4,401,167	NP Customer Costs	Schedule 1.3.1, Page 1 of 3, Line 1, Column 5
5	9,096	Equivalent Unweighted Customers *	Line 4 / Line 3

* Specifically assigned costs are converted to equivalent unweighted customers by dividing the assigned cost by the allocated customer cost per unweighted customer.