

1 Q. Given that OC2009-063 directs the Board to adopt policies in relation to Hydro's  
2 return on rate base, rate of return and capital structure, please revise the  
3 information set out in Table 1 Pro Forma Revenue Requirement 2012-2016 from  
4 PUB-NLH-38 to reflect these directions.

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7 A. Please see Table 1 *Pro Forma* Revenue Requirement 2012-2016 from PUB-NLH-38  
8 revised to reflect the policies outlined in OC2009-063: 1) Rate of Return on Equity of  
9 8.38% as set for Newfoundland Power in P.U. Order No. 32 (2010); 2) Return on  
10 Equity on Hydro's total rate base, inclusive of rural assets; and 3) A capital structure  
11 based on Hydro's 2010 Annual Return, 72.6% Debt/23.7% Equity.

**Table 1**  
***Pro Forma* Revenue Requirement**  
**2012-2016**  
**(\$000's)**

Year	Revenue Requirement	Difference from 2007 Test Year	
		\$	%
<b>2007 Test Year</b>	\$431,964		
2012	\$437,956	\$5,992	1.4%
2013	\$450,231	\$18,267	4.2%
2014	\$463,427	\$31,463	7.3%
2015	\$475,924	\$43,960	10.2%
2016	\$497,481	\$65,517	15.2%