

1 **Q. Where changes in the utility rate are approved by the Board over the course of the**
2 **year, which rate(s) would be used in determining the amount of the compensation**
3 **for net excess generation?**
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5 A. The proposed Net Metering Service Option provides that a customer's credits for net
6 excess generation ("Banked Energy Credits") are to be "settled annually by means of a
7 credit on the Customer's bill for the Annual Review Billing Month." Settlement of
8 Banked Energy Credits is to be computed "based upon the then-current 2nd block energy
9 charge in Newfoundland and Labrador Hydro's Utility Rate applicable to service
10 provided to the Company."¹

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12 Accordingly, the rate to be used in determining the amount of compensation for net
13 excess generation is the 2nd block energy charge in the Utility Rate that is in effect during
14 the customer's Annual Review Billing Month.²

¹ See Application, Schedule A, page 32.

² In accordance with the proposed Net Metering Service Option, the Annual Review Billing Month is to be determined by the Customer in consultation with Newfoundland Power.