



NEWFOUNDLAND AND LABRADOR
BOARD OF COMMISSIONERS OF PUBLIC UTILITIES
120 Torbay Road, P.O. Box 21040, St. John's, Newfoundland and Labrador, Canada, A1A 5B2

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2016-07-25

Ms. Tracey Pennell
Senior Legal Counsel
Newfoundland and Labrador Hydro
P.O. Box 12400
St. John's, NL A1B 4K7

Dear Ms. Pennell:

Re: Newfoundland and Labrador Hydro - Application for the Approval of a Plan for the Rate Stabilization Plan ("RSP") Surplus to Customers - Request for Further Information

The Board has received and reviewed Newfoundland and Labrador Hydro's application for approval of a plan to refund to customers a portion of the balance in the Rate Stabilization Plan. The Board requires some additional information:

1. Has Hydro received correspondence or clarification from Canada Revenue Agency on the treatment of HST on customer refunds? If so, please provide a copy along with an explanation of the impact of the ruling on Hydro's RSP Refund Plan.
2. Please confirm, and provide an explanation, that Hydro's proposal that the refund be paid to Hydro Island Interconnected Rural customers whose rates are based on rates charged by Newfoundland Power, with the exception of Hydro Rural Rate 1.3, complies with the decision of the Court of Appeal and the direction from government.
3. Please provide a complete list of the communities on the Island Interconnected system serviced by Hydro and confirm in which communities customers are eligible for refunds.

If you have any questions please do not hesitate to contact the Board's Legal Counsel, Ms, Jacqueline Glynn, by email, jglynn@pub.nl.ca or telephone (709) 726-6781.

Yours truly,

Cheryl Blundon
Board Secretary

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ecc. **Newfoundland & Labrador Hydro**
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