

- 1 **Q. (Reference PUB-NP-018) Is the proposed asset management review driven by**
2 **the requirements set out in the Board’s Provisional Capital Budget Application**
3 **Guidelines? If not, what steps is Newfoundland Power taking to gain the data**
4 **and information necessary to meet the requirements set out in the Provisional**
5 **Capital Budget Application Guidelines such as quantification of the reliability**
6 **and risk mitigation benefits arising from a project?**
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- 8 A. Newfoundland Power is undertaking a review of its asset management practices to
9 ensure they continue to be adequate given the age of its electrical system and that they
10 remain consistent with sound public utility practice. While the Company identified the
11 need to undertake an asset management review due to factors other than the
12 requirements of the Board’s Provisional Guidelines, the review will consider what is
13 necessary to gain the data and information to meet those requirements.