Volume 2: Cost of Service Study

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With respect to the MUN-T2 Transformer Replacement application, on page 5 of 0. the Board's Response to the Consumer Advocate's Request for an Oral Hearing, the Board states "Newfoundland Power's current cost of service was reviewed in its last general rate application filed in 2021 and approved in 2022 and was the subject of an agreement of all of the parties in that proceeding, including the Consumer Advocate." At the time, the Consumer Advocate's position was that the cost of service study was far out of date as it was based on load research data completed in 2006, now 18 years old. For this reason, the Consumer Advocate successfully negotiated that Newfoundland Power undertake a load research study as part of the settlement agreement that the Board references. Newfoundland Power's load research study although far out of date, was the best information available at that time. As noted in NP's Load Research Study Plan dated June 15, 2023, "This Load Research Study Plan is a direct result of NP 's need to initiate a new load research study." Relating to the purpose of the study, the report goes on to say "When completed, the 2023 Load Research Study will be used in NP's future cost of service studies," Does Newfoundland Power agree that the current cost of service study and the cost of service study undertaken for the 2022-23 GRA are based on outdated load research data?

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A. See the response to Request for Information CA-NP-105.