

1 Q. Reference: Review of Newfoundland Power Load Forecasting Methodology, April 17,  
2 2024, page 11-12.

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4 “If the Company also uses these forecasts to set rates for customers, a lower energy  
5 forecast will produce a higher rate for customers. If actual sales for a given year  
6 exceed the forecast, this will result in excess revenue for the Company.”

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8 Is the above statement true in the case of Newfoundland Power when marginal  
9 energy supply costs are higher than the average kWh customer energy rate?

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11 A. This citation solely focuses on the mathematical relationship between rates, forecasted  
12 and actual sales, and does not make any assertion in respect of costs.