



Nova Scotia Utility and Review Board

Mailing address

PO Box 1692, Unit "M"
Halifax, Nova Scotia
B3J 3S3
uarb.board@gov.ns.ca
Web www.nsuarb.ca

Office

3rd Floor
1601 Lower Water Street
Halifax, Nova Scotia B3J 3P6
902 424-4448 t
902 424-3919 f

November 23, 2010

Mr. Eric Ferguson
Director, Regulatory Affairs
Nova Scotia Power Inc.
14th Floor, Barrington Tower
P. O. Box 910, Scotia Square
Halifax, NS B3J 2W5

By email: eric.ferguson@nspower.ca

Dear Mr. Ferguson:

2011 Annually Adjusted Rates (AAR's) - P-141 / Matter No. M03683

- Load Following (LF) portion of the GRLF Tariff
 - One Part Real Time Price (1P-RTP) Fixed Cost Adders
 - Wholesale Market Back-Up/Top-Up (BUTU) Tariff
 - Wholesale Market Non-Dispatchable Supplier Spill (Spill) Tariff
-

In your letter dated November 5, 2010 NSPI stated "The fuel costs used to calculate AARs are predicated on the same load and fuel cost forecasts as used for the FAM Base Cost of Fuel Application for 2011." However, in its recent Decision (2010 NSUARB 219) on that matter, the Board has adjusted the amount NSPI requested in its Base Cost of Fuel ("BCF") application. Accordingly, NSPI is directed to refile its application for approval of 2011 Annually Adjusted Rates ("AARs") to reflect the adjusted BCF.

Also, NSPI's November 5th letter included a confidential undertaking for the Board's approval. Please identify and explain any changes from previous undertakings.

In addition, NSPI is requested to identify and confirm that the customers who take service under the GRLF tariff and Bowater Mersey Paper Company Limited, who is eligible to purchase the Additional Energy portion of its load under this tariff, have been notified of the revised proposed changes to the tariff. Based on your submission, the Board understands that no customers are currently taking service under the 1P-RTP, BUTU, or Spill tariffs.

Furthermore, please ensure that those customers who are being notified of these proposed changes are also advised that they have **two weeks after NSPI's revised filing** to make any reply submissions to the Board on this matter.

Yours very truly,

A handwritten signature in cursive script that reads "Nancy McNeil".

Nancy McNeil
Regulatory Affairs Officer/Clerk

c. S. Bruce Outhouse, Q.C., Board Counsel

By email