

1 Q. (Summary Report – Additional Cost of Service Information, page 9, lines 8 to 13) It is
2 stated that the forecast power purchase costs include “*the forecast charges to*
3 *Hydro for use of the Labrador-Island Link and the Labrador Transmission Assets for*
4 *2018 and 2019.*” Please identify these charges and provide documentation
5 justifying the amounts and explaining why the Board should allow cost recovery in
6 rates.

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9 A. Please refer to Hydro’s response to PUB-NLH-018 which provides the forecast
10 charges to Hydro for use of the Labrador-Island Link and the Labrador Transmission
11 Assets for 2018 and 2019.

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13 Hydro considers it prudent to pay the reasonable operating costs for use of the
14 Labrador-Island Link and the Labrador Transmission Assets prior to full
15 commissioning of the Muskrat Falls Project to provide the opportunity to reduce
16 generation at the Holyrood Thermal Generating Station and to provide increased
17 reliability to the Island Interconnected System.