

1 Q. **Re: Additional Cost of Service Information, Appendices H and I, Schedule 2.2A;**
2 **and NLSO, Methodology for the Development of Rates for Transmission Service**
3 **(Section F of NLSO Application), pages 22 and 23 of 37, Tables 4 and 5.**

4 Preamble:

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6 Schedule 2.2A of Appendices H and I (the Expected Supply Cost Scenario for
7 2018TY and 2019TY, respectively) indicate an amount of \$17,506,694 for Plant
8 in Service for NLSO in 2018TY (Appendix H), and an amount of \$17,679,694 for
9 2019TY (Appendix I). These same amounts were found in the original
10 application. No Schedule 2.2A is presented for Appendices B and C.

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- 12 a) Please explain why Schedule 2.2A is included in Appendices H and I (concerning
13 the Expected Supply Cost Scenario), but omitted from Appendices B and C
14 (Revised Deferral Account Scenario);
 - 15 b) Please explain why the NLSO Plant in Service is included only in the schedules
16 for the Island Interconnected system, and not in those for the Labrador
17 Interconnected System;
 - 18 c) Please explain why the NLSO Plant in Service has not changed since P.U. 3(2018)
19 came into effect, or when Hydro expects these changes to be made; and
 - 20 d) Please explain why the NLSO Plant in Service does not change between 2018TY
21 and 2019TY, despite the fact that the LIL and LTA will be in service in 2019TY
22 and will be part of the NLSO assets.

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24 A.

- 25 a) Hydro provided complete Cost of Service Studies for the Expected Supply
26 scenario which reflects the expected supply as well as the updated fuel price, as
27 required in Board Order P.U. 2(2018).

1 Hydro provided summary schedules for the Revised Deferral Account Scenario
2 (Appendices B and C of the Additional Cost of Service Information) to facilitate
3 review of the impacts related to fuel versus those related to the impact of change in
4 Deferral Account and Expected Supply scenarios. Complete Cost of Service Studies
5 reflecting the impact of fuel price changes using the Deferral Account Scenario were
6 not required by Board Order P.U. 2(2018).

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8 b,c,d) Please refer to Hydro's responses to LAB-NLH-085 and CA-NLH-265.