

- 1 Q. Please confirm (or, if not confirmed, explain why):
- 2 a) If the MFHVI is constructed, power supply for Labrador East will continue to
- 3 be sourced entirely from Churchill Falls (Recall Block);
- 4 b) If the MFHVI is constructed, power supply for Labrador East will not be
- 5 sourced at all from the Muskrat Falls Generating Station;
- 6 c) If the MFHVI is constructed, power from Churchill Falls will be transmitted to
- 7 Labrador East over the new 345-kV lines connecting Churchill Falls to the
- 8 Muskrat Falls Terminal Station(L3101/3102);
- 9 d) If the MFHVI is constructed, capital and O&M costs for the MFHVI project
- 10 will be added to the LIS revenue requirement, and will be recovered from all
- 11 LIS customers according to usual ratemaking procedures;
- 12 e) If the MFHVI is constructed, it is not currently envisaged that any capital or
- 13 O&M costs related to L3101/3102 will be added to the LIS revenue
- 14 requirement, or in any other way recovered from LIS customers.
- 15
- 16
- 17 A.
- 18 a) It is confirmed that power supply for Labrador East will continue to be served
- 19 from the Churchill Falls recall block.
- 20
- 21 b) Power supply for Labrador East will be sourced from the recall block for as long
- 22 as recall block power is available. Once the recall block is committed, power will
- 23 be sourced from the next least-cost source. At this time, Newfoundland and
- 24 Labrador Hydro cannot confirm what the next least-cost source will be, when
- 25 required.
- 26
- 27 c) It is confirmed that Churchill Falls recall block power will be transmitted to
- 28 Labrador East over the 315 kV Labrador Transmission Asset lines (L3101/L3102).

**2018 Capital Budget Application – Muskrat Falls to Happy Valley Interconnection Project**

1           d) It is confirmed that capital and operation and maintenance costs for assets  
2           constructed within the Muskrat Falls to Happy Valley Interconnection project  
3           will be recovered from the Labrador Interconnected System customers  
4           according to usual ratemaking procedures.

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6           e) It is confirmed that it is not currently envisaged that capital and operation and  
7           maintenance costs for L3101/L3102 will be recovered from the Labrador  
8           Interconnected System customers.