

December 2, 2021

Board of Commissioners of Public Utilities
Prince Charles Building
120 Torbay Road, P.O. Box 21040
St. John's, NL A1A 5B2

Attention: Ms. Cheryl Blundon
Director of Corporate Services & Board Secretary

Dear Ms. Blundon:

Re: Application for Approval to Replenish the Allowance for Unforeseen Items Account – Hydro's Reply

On November 24, 2021, Newfoundland and Labrador Hydro ("Hydro") filed an application with the Board of Commissioners of Public Utilities ("Board") with respect to the Allowance for Unforeseen Items Account ("Application"). Hydro proposed that expenditures related to the failure of the Unit 3 boiler tubes at the Holyrood Thermal Generating Station ("Holyrood TGS") and the necessary replacement of the Holyrood TGS Unit 2 transformer continue to be recorded in the existing Allowance for Unforeseen Items Account, with the expenditures which exceeded the \$1,000,000 Allowance for Unforeseen Items approved in Board Order No. P.U. 17(2021)¹ to be subject to a future application for recovery. The Application further seeks approval of a supplemental amount of \$1,000,000 to be utilized as an unforeseen allowance for any additional unforeseen and emergent issue that may arise in 2021 and meet the requirements of the Allowance for Unforeseen Items.

Hydro notes that Newfoundland Power Inc. advised it had no comment on the Application. There were no comments forthcoming from any of the other parties. Therefore, Hydro respectfully requests that the Board approve the Application as submitted.

Should you have any questions, please contact the undersigned.

Yours truly,

NEWFOUNDLAND AND LABRADOR HYDRO



Shirley A. Walsh
Senior Legal Counsel - Regulatory
SAW/sk

¹ *Public Utilities Act*, RSNL 1990, c P-47, Board Order P.U. 17(2021), Board of Commissioners of Public Utilities, May 20, 2021.

ecc: **Board of Commissioners of Public Utilities**

Jacqui H. Glynn
PUB Official Email

Newfoundland Power

Dominic J. Foley
Lindsay S.A. Hollett
Regulatory Email

Consumer Advocate

Dennis M. Browne, Q.C., Browne Fitzgerald Morgan & Avis
Stephen F. Fitzgerald, Browne Fitzgerald Morgan & Avis
Sarah G. Fitzgerald, Browne Fitzgerald Morgan & Avis
Bernice Bailey, Browne Fitzgerald Morgan & Avis
Bernard M. Coffey, Q.C.

Industrial Customer Group

Paul L. Coxworthy, Stewart McKelvey
Denis J. Fleming, Cox & Palmer
Dean A. Porter, Poole Althouse

Praxair Canada Inc.

Sheryl E. Nisenbaum
Peter Strong

Teck Resources Limited

Shawn Kinsella