

1 Q. **Reference: Schedule 1: Evidence**

2 Page 18, lines 19-20 states that transmission tariffs credited to this deferral account will reflect
3 tariff payments from parties other than Hydro. Are these tariff payments from other parties for
4 exports received by Nalcor Energy Marketing or Hydro?

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7 A. Tariff payments are distributed by the Newfoundland and Labrador System Operator to the
8 entities whose transmission revenue requirements form the basis of the rates charged for
9 transmission service. At this time, and for the foreseeable future, the only transmission revenue
10 requirement included in the design of rates for transmission service is that of Newfoundland
11 and Labrador Hydro (“Hydro”); therefore, all tariff revenue will be distributed to Hydro.