

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

2 On page 25, lines 7-10 Hydro is proposing that, for 2022, the normal rate updates previously
3 required under the RSP, January 1, 2022 for Industrial customers and July 1, 2022 for
4 Newfoundland Power, will reflect the discontinuance of the fuel riders and the recovery of the
5 remaining current plan balances. However, Appendix A, page 7 of 7 also states that the timing of
6 the required rate revision for the RSP will depend on the implementation schedule of the
7 province's rate mitigation plan. Please explain why the RSP rate revision to recover costs
8 incurred prior to the commissioning of the Muskrat Falls Project will depend on the
9 implementation schedule of the rate mitigation plan to assist with the recovery of the costs
10 associated with the Muskrat Falls Project.

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13 A. Newfoundland and Labrador Hydro ("Hydro") believes it would be appropriate to time the
14 customer rate changes in 2022 so that rates do not change several times in a single year for
15 each class of customers. Therefore, Hydro believes it would be appropriate, to the extent
16 reasonable, to be flexible on the timing of the Rate Stabilization Plan updates to limit the
17 number of rate changes.