

May 15, 2026

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

Attention: Mike McNiven
Board Secretary

Re: Newfoundland and Labrador Hydro – 2025 Capital Budget Supplemental Application – Application for the Purchase and Installation of Bay d’Espoir Unit 8 and Avalon Combustion Turbine – Further information

On May 5, 2026, in correspondence to Newfoundland and Labrador Hydro (“Hydro”), the Board of Commissioners of Public Utilities (“Board”) advised that they required further information regarding Hydro’s previously filed updated cost estimates for the Avalon Combustion Turbine (“Avalon CT”) Project¹, updated contingency and management reserve amounts for the project², as well as the evidentiary update in consideration of the updated costs that Hydro had filed on April 16, 2026.

Please find enclosed Hydro’s responses to questions 2 through 8 of the Board's requests.

Certain responses contain commercially sensitive information that, if made public, would undermine Hydro’s ability to obtain goods and services at the lowest possible cost and therefore negatively impact Hydro’s customers. Hydro has considered the practices of other utility regulators in Canada in determining the level of redaction to apply to the information. The information Hydro requests to be kept confidential is that which could be reasonably expected to:

- i. Result in undue material financial loss or gain to a person or party directly affected by the hearing or other proceeding;
- ii. Cause significant harm or prejudice to a party’s competitive or negotiating position; or
- iii. Interfere with the contractual obligations of a party.

Hydro is providing the response to question 1 to the Board in separate correspondence, as that particular response contains specific information summarized from the agreement between Hydro and General Electric (“GE”), dated December 15, 2025, for the supply of the Avalon CT packages

¹ “Newfoundland and Labrador Hydro – Application for Capital Expenditures for the Purchase and Installation of Bay d’Espoir Unit 8 and Avalon Combustion Turbine, and Bay d’Espoir Unit 8 Project and Avalon Combustion Turbine Project Early Execution Updates for October 2025 – Request for Further Information – Hydro’s Reply,” Newfoundland and Labrador Hydro, December 19, 2025.

² “Newfoundland and Labrador Hydro – 2025 Capital Budget Supplemental Application – Application for the Purchase and Installation of Bay d’Espoir Unit 8 and Avalon Combustion Turbine – Bates White Report – Phase Two – Confidential Information – Reply,” Newfoundland and Labrador Hydro, March 9, 2026

("Contract"). The terms of that Contract are highly commercially sensitive for both GE and Hydro and are subject to detailed specific confidentiality provisions in the Contract. Both GE and Hydro request that this information not be made publicly available nor made available to the intervenors to this proceeding. Responding to question 1 separately will allow the unredacted versions of questions 2 through 8 to also be shared with those parties that have signed Non-Disclosure Agreements for this proceeding.

Hydro requests that the Board use the redacted version of this correspondence for posting to its website.

Should you have any questions, please contact the undersigned.

Yours truly,

NEWFOUNDLAND AND LABRADOR HYDRO



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

Encl.

ecc:

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