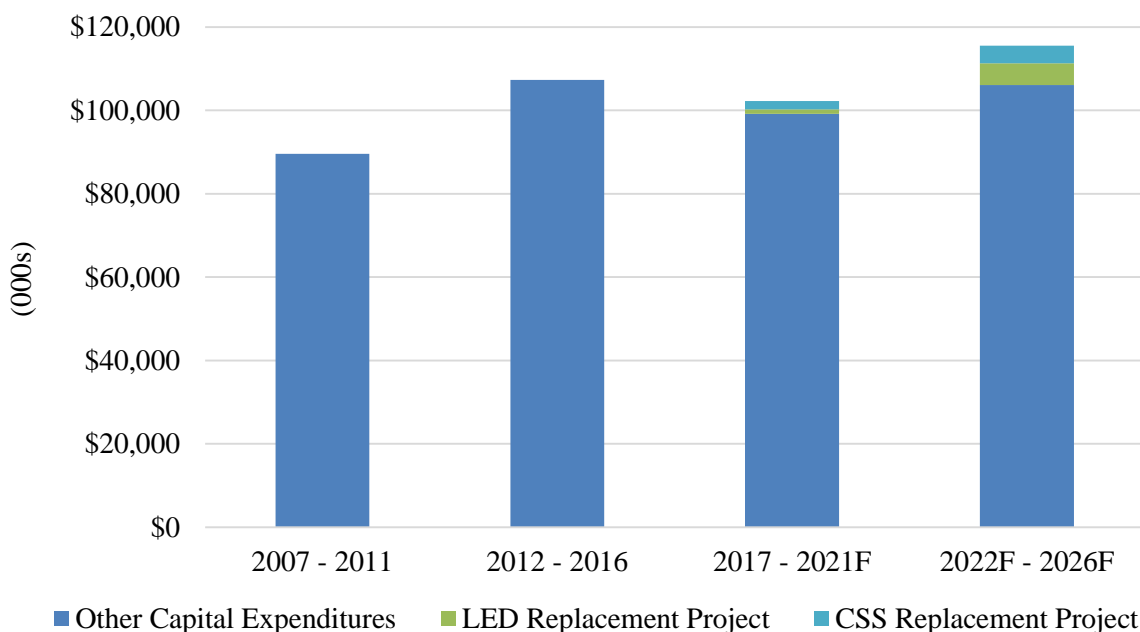


1 **Q. (Reference Application, 2022 Capital Plan, page 1) It is stated “Newfoundland Power’s**  
 2 **5-year capital plan forecasts average expenditures of approximately \$123 million**  
 3 **annually through 2026.” Please provide a comparison of the forecasted annual capital**  
 4 **expenditures of approximately \$123 million to actual capital expenditures over the**  
 5 **past 15 years.**

6  
 7 A. Figure 1 provides a comparison of annual average capital expenditures over the last  
 8 15 years and forecast capital expenditures over the period 2022F to 2026F on an  
 9 inflation-adjusted basis.

**Figure 1**  
**Annual Average Capital Expenditures**  
**(2007 to 2026F)**



10 Forecast capital expenditures include once-in-a-generation projects associated with:  
 11 (i) the replacement of existing street lights with more efficient LED fixtures; and  
 12 (ii) replacement of the Company’s obsolete Customer Service System (“CSS”). Forecast  
 13 capital expenditures are otherwise reasonably consistent with recent experience. On an  
 14 inflation-adjusted basis, capital expenditures are forecast to average approximately  
 15 \$106 million annually when excluding these projects. This compares to approximately  
 16 \$107 million annually over the period 2012 to 2016.