

- 1 **Q. (Reference CA-NP-004, lines 14-16) Is Newfoundland Power familiar with the**
2 **Midgard argument that a capital budget envelope is not a cap on capital**
3 **expenditures? Please provide Midgard's explanation why they are proposing a budget**
4 **envelope and not a budget cap.**
5
- 6 A. Newfoundland Power objects to answering this question on the basis that it is not relevant
7 or necessary for a satisfactory understanding of the matters to be considered in this
8 Application, as required by Section 14 of the *Board of Commissioners of Public Utilities*
9 *Regulations, 1996.*
10
- 11 Midgard's proposed modifications to the *Capital Budget Application Guidelines* are
12 subject to an ongoing regulatory process and are not specific to Newfoundland Power's
13 *2022 Capital Budget Application.*