Q. (Application Volume 1) What rate increase would NP be requesting in this GRA if it were to base its costs on the Hydro forecast of NP load?

A. Newfoundland Power's peak demand forecast for the 2021-2022 winter season is 1,351 MW. Hydro's forecast of peak demand for Newfoundland Power is approximately 55 MW higher than Newfoundland Power's forecast of peak demand.<sup>1</sup>

If 55 MW was added to Newfoundland Power's peak demand forecast included in its 2022/2023 General Rate Application, it would result in an increase in the Company's 2023 revenue requirement of approximately \$3 million.<sup>2</sup>

See Hydro's presentation *Reliability and Resource Adequacy Study Review – Technical Conference #3*, June 9, 2021, page 91, filed in advance of Hydro's 3<sup>rd</sup> technical conference in relation to Hydro's *Reliability and Resource Adequacy Study Review*.

Based on the 5.00/kW per month demand charge included in the current Utility rate charged by Hydro to Newfoundland Power.  $5.00 \times 12$  months  $\times 55$  MW = 3.3 million.