

1 **Section 2: Customer Operations/Operating Costs**

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3 **Q. References: “2025/2026 General Rate Application,” Newfoundland Power Inc.,**
4 **December 12, 2023, vol. 1, Evidence, sec. 2.4.1, p. 2-34, Table 2-8 and Exhibits, exh.**
5 **3, p. 1/15.**

6 **Please provide a reconciliation of the Operating expenses in Exhibit 3 with**
7 **Operating Costs in Table 2-8 by year for 2022 to 2026 Forecast including 2023**
8 **Actuals and 2022 and 2023 Test Years.**

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10 **A. Table 1 provides the requested reconciliation.**

Table 1:
Reconciliation of Gross Operating Costs and Operating Expenses
2022 to 2026F
(\$000s)

| | 2022TY | 2023TY | 2022A | 2023A | 2023F | 2024F | 2025F | 2026F |
|---------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Gross Operating Costs ¹ | 66,482 | 68,956 | 70,530 | 73,037 | 72,492 | 76,838 | 79,083 | 81,603 |
| Amortization of CDM Costs | 3,864 | 4,581 | 3,709 | 4,232 | 4,233 | 4,903 | 5,345 | 5,659 |
| Transfers to GEC | (5,350) | (2,812) | (5,370) | (3,356) | (3,252) | (2,966) | (3,034) | (3,106) |
| Operating Expenses² | 64,996 | 70,725 | 68,869 | 73,913 | 73,473 | 78,775 | 81,394 | 84,156 |

¹ See *PUB Information Request (ii), Schedule B, Attachment 1*, page 1.

² See *PUB Information Request (ii), Schedule B, Attachment 6*, page 1.