

November 9, 2018

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

**Attention: Ms. Cheryl Blundon**  
**Director of Corporate Services & Board Secretary**

Dear Ms. Blundon:

**Re: Allowance for Unforeseen Capital Expenditures Monthly Reporting**

Further to the Board's letter of January 29, 2015, enclosed please find one original and eight copies of Newfoundland and Labrador Hydro's October 2018 expenditures report setting out all capital expenditures made in relation to the Allowance for Unforeseen Items.

Should you have any questions, please contact the undersigned.

Yours truly,

**NEWFOUNDLAND AND LABRADOR HYDRO**



Michael S. Ladha  
Legal Counsel & Assistant Corporate Secretary  
MSL/sk

Enc.



**Newfoundland and Labrador Hydro**  
**Allowance for Unforeseen Expenditures**  
**For the Period January 1, 2018 to October 31, 2018**

	Refurbishment - Bay d'Espoir Penstock No. 3 <sup>(1)</sup>	Total (\$)	Balance (\$)	Comments
Approved Allowance			1,000,000	See Order No. P.U. 43(2017)
Expenditures				
January	-	-	1,000,000	
February	-	-	1,000,000	
March	-	-	1,000,000	
April	-	-	1,000,000	
May	(1,389,039)	(1,389,039)	(389,039)	
June	(2,830,770)	(2,830,770)	(3,219,809)	See Order No. P.U. 19 (2018)
July	(505,848)	(505,848)	(3,725,657)	
August	(44,721)	(44,721)	(3,770,378)	
September	(4,944)	(4,944)	(3,775,323)	
October	32,144	32,144	(3,743,179)	
November				
December				
<b>Total</b>	<b>(4,743,179)</b>	<b>(4,743,179)</b>	<b>(3,775,323)</b>	<sup>(2)</sup>

<sup>(1)</sup> The work related to the Bay d'Espoir - Penstock No. 3 Refurbishment is complete as of July 9, 2018. The final project report was filed with the Board on August 2, 2018. Costs have been adjusted in comparison to the final report to reflect actuals.

<sup>(2)</sup> Balance to date exceeds the Approved Allowance in Order No. P.U. 43(2017). As a result, Hydro applied to the Board for approval to restore the Allowance for Unforeseen Items account to \$1,000,000 on June 20, 2018, which was approved in Board Order No. P.U.19 (2018)