

1 Q. If the Board were to approve use of the Expected Supply Scenario for the 2019 Test
2 Year, in Hydro’s view would it be necessary to remove the operating and
3 maintenance costs for LTA/LIL transmission from the cost of service study? If not,
4 why not? If so, what would Hydro propose with respect to recovery of these costs?

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7 A. No. In Hydro’s view, if the Board approved the use of the Expected Supply Scenario,
8 it would not be necessary to remove the operating and maintenance costs for the
9 Labrador Transmission Assets (LTA)/ the Labrador-Island Link (LIL) transmission
10 from the cost of service study.

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12 The operating and maintenance costs for the LTA/LIL are costs incurred for the
13 utilization of these transmission facilities and are properly included for recovery by
14 Hydro as forecast costs associated with this power and energy.