

1 Q. Please provide a table in the same format as Table 8 on page 22 of the 2018 Cost of Service  
2 Methodology Review Report that shows the impact on 2021 unit costs of the  
3 implementation of each recommendation made by The Brattle Group that is different than  
4 Hydro's proposals.

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7 A. Please see Table 1 below. The assumptions with respect to The Brattle Group, Inc.'s  
8 recommendations are provided in the response to NP-NLH-001.

**Table 1: Impact of Muskrat Falls Classification Method on 2021 Unit Costs  
(cents per kWh)**

Customer Class	Hydro Proposal	Brattle Proposals	Difference	Cumulative
<b>1 LIL<sup>1</sup> functionalized as transmission and classified as 100% demand:</b>				
Newfoundland Power (after Rural Deficit)	16.16	16.39	0.23	0.23
Island Industrial	12.45	10.48	(1.96)	(1.96)
<b>2 LTA<sup>2</sup> functionalized as transmission and classified as 100% demand:</b>				
Newfoundland Power (after Rural Deficit)	16.16	16.19	0.03	0.26
Island Industrial	12.45	12.17	(0.27)	(2.24)
<b>3 Muskrat Falls Generation (including net exports) classified using system load factor:</b>				
Newfoundland Power (after Rural Deficit)	16.16	16.20	0.04	0.31
Island Industrial	12.45	12.07	(0.38)	(2.62)
<b>4 TL 247 and TL 243 functionalized and classified as transmission:</b>				
Newfoundland Power (after Rural Deficit)	16.16	16.16	0.00	0.31
Island Industrial	12.45	12.44	(0.01)	(2.62)
<b>5 LIS<sup>3</sup> and IIS<sup>4</sup> diesel and gas turbine units classified as demand and fuel classified as energy:</b>				
Newfoundland Power (after Rural Deficit)	16.16	16.15	(0.01)	0.31
Island Industrial	12.45	12.47	0.02	(2.60)
<b>6 Newfoundland and Labrador Hydro does not have adequate information to quantify the impact of the recommended charges for Holyrood Unit 3 as proposed by The Brattle Group, Inc.</b>				
<b>7 Newfoundland and Labrador Hydro believes that the impact of a specific rider for net exports is not materially different than including net exports within a comprehensive deferral account.</b>				

<sup>1</sup> Labrador-Island Link

<sup>2</sup> Labrador Transmission Assets

<sup>3</sup> Labrador Interconnected System

<sup>4</sup> Island Interconnected System