

- 1 **Q. Reference Prefiled Evidence of Larry Brockman: Does Mr. Brockman believe**
2 **that increases in the demand for energy in the IIS will cause Hydro to experience**
3 **increased costs on the LIL or the LTA?**
4
- 5 A. No. It is Mr. Brockman's understanding that Hydro's costs related to the LIL and LTA
6 will not increase as a result of increased energy requirements on the Island
7 Interconnected system. It is also Mr. Brockman's understanding that Hydro's costs
8 related to the LIL and LTA will not increase due to increased demand on the Island
9 Interconnected system.¹

¹ The Muskrat Falls Power Purchase Agreement includes costs related to the Labrador Transmission Assets. The Transmission Funding Agreement includes costs related to the LIL. Both agreements were included in the response to Request for Information PUB-NLH-004.