

1 Q. **Reference: Volume I, 2022 Capital Budget Overview, page 5, line 15 to page 6, line 1.**

2 “The total planned capital expenditure for which Hydro is seeking approval in its 2022
3 CBA, including new and previously-approved projects, is \$84.7 million. Hydro’s total
4 planned 2022 capital spend to be recovered through customer rates is \$102.9 million
5 which includes the Long-Term Supply Solution for Southern Labrador – Phase 1 project
6 (\$15.8 million in 2022), Purchase of a Diesel Generating Unit for Ramea project (\$2.0
7 million in 2022), and phase 1 of the Bay d’Espoir Penstock Life Extension project (\$1.9
8 million in 2022);this amount does not include \$12.3 million in fully contributed
9 transmission capital related to the specifically assigned assets for the Valentine Gold
10 Interconnection project, and \$1.5 million in fully contributed terminal station asset
11 renewal expenditures specifically assigned to the IOC.”

12 Please reconcile the amount of \$116.7 million included for 2022 in Appendix A, page A-1 of
13 Hydro’s Five-Year Capital Plan (2022-2026) with the totals stated in the reference above.

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16 A. The \$116.7 million referenced reflects the 2022 capital expenditures to be recovered from
17 customer rates (\$102.9 million) plus the fully-contributed, specifically-assigned investments
18 related to the Valentine Gold Interconnection project and the Iron Ore Company of Canada
19 (“IOC”) as outlined in Table 1. Please refer to PUB-NLH-005 of this proceeding for the
20 breakdown of the \$102.9 million to be recovered from customer rates.

Table 1: Reconciliation of 2022 Capital Expenditures to Five-Year Plan

Description	\$ millions
2022 Capital Budget Application	84.7 ¹
Long-Term Supply for Southern Labrador – Phase 1	15.8
Purchase of a Diesel Generating Unit – Ramea	2.0
Penstock Life Extension – Phase 1	1.9
Valentine Gold Interconnection ²	12.3
Total Anticipated 2022 Capital Expenditures	116.7

¹ Includes the \$1.5 million in fully-contributed, specifically-assigned investments related to the IOC.

² Fully-contributed, specifically-assigned investment.