

1 Q. **Reference: Volume I - Tab 1 - 2022 Capital Budget Overview**

2 The Application states on page 5, lines 16-20, that “Hydro’s total planned 2022 capital spend to  
3 be recovered from customer rates is \$102.9 million which includes the Long-Term Supply  
4 Solution for Southern Labrador – Phase 1 project (\$15.8 million in 2022), Purchase of a Diesel  
5 Generating Unit for Ramea project (\$2.0 Million in 2022), and phase 1 of the Bay d’Espoir  
6 Penstock Life Extension project (\$1.9 million in 2022)...” Please reconcile the amount of \$102.9  
7 million to be recovered from customers with \$104.4 million, the amount of the above projects  
8 plus the \$84.7 million requested in this application.

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11 A. Please refer to Table 1 for a reconciliation of the \$102.9 million 2022 capital expenditures to be  
12 recovered from customers.

**Table 1: Reconciliation of 2022 Capital Expenditures to be Recovered from Customers<sup>1</sup>**

Line Item	Description	\$ millions
<b>A</b>	<b>2022 Capital Budget Application</b>	<b>84.7</b>
B	Long-Term Supply for Southern Labrador – Phase 1	15.8
C	Purchase of a Diesel Generating Unit – Ramea	2.0
D	Penstock Life Extension – Phase 1	1.9
<b>E</b>	<b>2022 Capital Expenditures(E=A+B+C+D)</b>	<b>104.4</b>
F	Fully-Contributed, Specifically-Assigned Investments Related to IOC <sup>2</sup> included in the 2022 Capital Budget Application Amount (Line Item A)	1.5
<b>G</b>	<b>2022 Capital Expenditures to be Recovered through Rates (G=E-F)</b>	<b>102.9</b>

<sup>1</sup> Table 1 does not reflect the fully-contributed, specifically-assigned investment of \$12.3 million in 2022 related to the Valentine Gold Interconnection project which was approved in *Public Utilities Act*, RSNL 1990, c P-47, Board Order P.U. 27(2021), Board of Commissioners of Public Utilities, August 18, 2021. It also does not reflect any other supplemental capital applications or Allowance for Unforeseen expenditures which may arise throughout 2022.

<sup>2</sup> Iron Ore Company of Canada (“IOC”).