

1     Q.     In Exhibit 3, Section 1.2 - Labrador Interconnected, it is indicated that "Virtually all  
2             power and energy is purchased from Churchill Falls Corporation Ltd." Specify  
3             capacity charges and energy charges for this purchased power.

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6     A.     Currently Hydro pays \$0.0025426/kWh for the energy from CF(L)Co to serve  
7             Interconnected customers in Labrador (Regulated) and for Exports to market  
8             (Unregulated). The monthly charges are determined by:

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10            (a) multiplying the Basic Contract Demand for that Month by 66.67% of this  
11            rate;

12            (b) multiplying the amount of Energy taken at the Effective Delivery Point by  
13            Hydro for that Month by 33.33% of this rate; and

14            (c) adding the amounts (a) and (b).

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16            Please refer to Hydro's response to PUB-NLH-082 for the definition of the Effective  
17            Delivery Point. Following is a table of monthly Contract Demand Amounts and  
18            Delivered Energy amounts used to determine the 2013 Test Year monthly charges,  
19            calculated as per the provisions above.

Table 1

<b>Month</b>	<b>Basic Contract Demand (kWh)</b>	<b>Energy at the Effective Delivery Point (kWh)</b>
January	200,000,000	200,900,000
February	180,000,000	181,400,000
March	200,000,000	200,800,000
April	190,000,000	194,300,000
May	200,000,000	200,800,000
June	190,000,000	194,400,000
July	200,000,000	197,800,000
August	200,000,000	200,900,000
September	190,000,000	194,400,000
October	200,000,000	200,800,000
November	190,000,000	194,400,000
December	200,000,000	200,900,000