

1    Q.    Regarding the new general service customer involved in the construction of the  
2    Muskrat Falls Project please clarify the following. How much capital expenditure will  
3    be required to connect this customer? If the construction work for Muskrat Falls  
4    were undertaken directly by Nalcor and its employees, or NL Hydro itself, instead of  
5    a contractor then would the status of this sale be considered regulated or non-  
6    regulated? How much energy will this activity require?

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9    A.    Please see Hydro's response to CA-NLH-053 for the estimated capital expenditures  
10   included in Hydro's evidence to connect the general service customer involved in  
11   the construction of the Muskrat Falls Project, which will be fully contributed.

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13   The general service customer involved in the construction of the Muskrat Falls  
14   Project is a customer of Hydro. The customer is connected to Hydro's regulated  
15   assets, resulting in the sale of power and energy to the customer is a regulated sale.  
16   Hydro and/or Nalcor does not construct large hydro-electric projects internally but  
17   relies heavily on external contractors whose core business is hydro-electric project  
18   construction. As a result, whether or not the sale of power and energy to Hydro or  
19   Nalcor for the construction of a large hydro-electric project would be regulated or  
20   non-regulated would be speculative.

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22   Hydro's forecast as of June 27, 2013 for total energy deliveries to the Muskrat Falls  
23   Construction Power delivery point are 149.7 GWh to the end of the construction  
24   period.