

1 Q. What are the components that make up composite costs related to the CPW's
2 related to each the options? Please provide a step-matrix back to the source
3 documents.

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6 A. The attached document and accompanying Excel file show the annual cost
7 components which relate to the CPWs, reported in Exhibit 14. Costs have been
8 broken out as follows:

- 9 - Fixed charges by project. Fixed charges include depreciation expense,
10 return on rate base, and insurance cost. The inputs to calculate each of
11 these items are listed by project.
- 12 - Fuel expense by fuel type, with price per barrel and number of barrels;
- 13 - Operating and maintenance costs (O&M); and
- 14 - Power purchase costs, with Muskrat Falls purchases identified separately.

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16 The total of fixed charges, fuel, O&M, and power purchase costs provided here
17 reflect the totals previously provided on Exhibit 14.

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19 Data on the Excel file is grouped by cost category. Further details on each grouping
20 are available by expanding the data groupings. The attached printed version shows
21 all details for both scenarios:

22 (a) Isolated Island Scenario (48 pages)

23 (b) Labrador Infeed Scenario (24 pages)

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25 Please refer to MHI-Nalcor-49.3 for additional information linking in-service capital
26 costs back to source documents.