Q. Have any guarantee fees, water rentals, land grants or dividend payments been factored into the cost of the options?

A. In the 2010 CPW analysis, the historical debt guarantee fee paid by Hydro to the Government of Newfoundland and Labrador was applied to all regulated capital in both the Isolated and Labrador supply options. For non-regulated capital (i.e. Muskrat Falls), no debt guarantee has been included in the cost of capital.
In the fall of 2009, Nalcor received a water lease from the Government of Newfoundland and Labrador for power generation on the Lower Churchill River. In consideration of those rights, Nalcor is directed to pay a water power royalty of $2.50 per MWh in 2009$ escalating at the consumer price index.

Royalty payments to Innu Nation have been included in the Interconnected alternative.

There are no land grants identified for the options.

There are no utility or project dividends payable to the Government of Newfoundland and Labrador that have been re-directed to impact the costs of options.