1 Q. Reference: Application

- Please provide a detailed calculation of the cost to own and operate Hydro's small hydro
 facilities (with capacity less than 1 MW), and the amount of money recovered annually from
- 4 customers attributable to Hydro's small hydro generation facilities.

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A. Newfoundland and Labrador Hydro ("Hydro") operates three mini-hydro plants at Snook's Arm,

Venams Bight, and Roddickton.¹ Table 1 contains the revenue requirement included in the 2019

Test Year and currently reflected in customer rates.

Table 1: 2019 Test Year Revenue Requirement Small-Hydro Facilities (\$000)

	2019
Revenue Requirement	Test Year
Operating ²	92
Depreciation	93
Return on Rate Base ³	168
	353

¹ Mini-hydro facilities have a power range capacity between 0.1 MW and 1.0 MW. Small-hydro facilities have a power range capacity between 1.0 MW and 10.0 MW.

² Costs including supervision and planning are not tracked by facility and are therefore not included.

³ Average net book value (\$3,086) × 2019 Test Year approved Weighted Average Cost of Capital (5.43%).