1 Q. (Reference Application, 2020 Capital Expenditure Status Report, page 1 of 13, and 2 A-1) The expected number of new customer connections is shown to have decreased 3 by 10% in 2020 from a forecast of 2639 to 2378. Please explain the decrease and how 4 it has influenced the calculation of new customer connections in the 2021 Capital 5 Budget. 6 7 The forecast number of new customer connections for Newfoundland Power's 2021 A. 8 Capital Budget Application were based on the Conference Board of Canada's forecast of

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Based on that Conference Board of Canada forecast, Newfoundland Power's forecast number of new customer connections for 2020 was reduced to 2,378 from last year's forecast of 2,639.²

housing starts and completions dated February 12, 2020.

Given the nature of Newfoundland Power's customer base, customer growth is primarily influenced by these key economic indicators.

The forecast number of new customer connections for Newfoundland Power's 2020 Capital Budget Application were based on the Conference Board of Canada's forecast of housing starts and completions dated February 5, 2019.