

General

Q. Reference: "2024 Capital Budget Application," Newfoundland Power Inc., June 22, 2023, 2024 Capital Budget Overview, sec. 2.3.4, p. 12, Table 3.

Please provide Newfoundland Power's actual and inflation-adjusted revenue requirement in 2012 and 2021.

A. Table 1 provides Newfoundland Power's actual and inflation-adjusted revenue requirement in 2012 and 2021.¹

Table 1 Newfoundland Power Revenue Requirement (\$millions)			
	2012 ²	2021 ³	Change
Actual	184.4	226.5	23%
Inflation-Adjusted ⁴	219.9	226.5	3%

¹ Based on the Company's approved test year revenue requirements, excluding purchased power costs. Purchased power costs from Newfoundland and Labrador Hydro account for approximately 66% of the Company's overall revenue requirement in 2012 and 2021.

² Newfoundland Power's 2012 revenue requirement was \$535.4 million. Excluding purchased power costs of \$351 million, it was \$184.4 million. See the Company's *2012 Cost of Capital Application (Amended)*, Appendix 4.

³ Newfoundland Power's 2020 revenue requirement was \$673.8 million. Excluding purchased power costs of \$447.3 million, it was \$226.5 million. See the *Company's 2019/2020 General Rate Application, Exhibit 7 (Revised)*, page 2. This revenue requirement was applicable to 2021 as well.

⁴ Inflation-adjusted in 2021 dollars based on the GDP Deflator for Canada.