

1 Q. **Reference: Volume I, Section 4, Tables 4-3 to 4-5, Issue Topic: Rate Mitigation**

2 Please provide for each of Total Muskrat Falls PPA Supply Costs, Total Labrador Transmission
3 Assets Payments, and Total Transmission Funding Agreement Supply Costs, which affiliated
4 entity or entities Hydro paid these amounts to from 2024 to 2027 test year. Please provide the
5 amounts by entity.

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8 A. The total payments by Newfoundland and Labrador Hydro ("Hydro") in relation to the Muskrat
9 Falls Power Purchase Agreement ("PPA") supply costs, Labrador Transmission Assets ("LTA")
10 payments, and Transmission Funding Agreement ("TFA") supply costs are presented in
11 Chapter 4, Table 4-1 of Hydro's 2026 General Rate Application ("GRA"). Muskrat Falls PPA
12 payments are paid to Muskrat Falls Corporation and TFA payments are paid to Labrador-Island
13 Link ("LIL") Operating Corporation ("LIL Opco").

14 Hydro does not pay Labrador Transmission Corporation ("LTC") directly for the LTA payments.
15 Rather, LTA payments are part of Hydro's payments under the Muskrat Falls PPA, as outlined in
16 Chapter 4, Table 4-3 of Hydro's 2026 GRA. LTC recovers these costs from Muskrat Falls under
17 the Generator Interconnection Agreement between Muskrat Falls and LTC, as further described
18 on page 4.10 of Hydro's 2026 GRA.

19 Similarly, Hydro does not pay the LIL Limited Partnership ("LIL LP") directly for the Rent
20 payments; rather, Hydro pays these costs to LIL Opco, and LIL LP recovers these costs from LIL
21 Opco under the LIL Lease between LIL LP and LIL Opco.