Q. **Reference: Volume I, Section 5.3.2, Issue Topic: Working Capital Allowance Methodology**

Please provide rate mitigation funding receipts by month for 2024 to 2027 test year.

A. For rate mitigation funding receipts by month from January 1, 2024 through June 30, 2026, please refer to Newfoundland and Labrador Hydro's ("Hydro") Supply Cost Variance Deferral Account Reports filed with the Board of Commissioners of Public Utilities ("Board") monthly and available on the Board's website at the following link: Supply Cost Variance Deferral Account Reports.[1]

Hydro's 2026 Forecast includes $346.5 million in rate mitigation funding forecast to be received in the first quarter,[2] $94.4 million of additional rate mitigation funding from internal sources in the second quarter and an additional $150.0 million of the Government of Canada Convertible Debenture funding in the third quarter.

For the 2027 Test Year, Hydro has assumed that the $502.0 million of rate mitigation included in Hydro's revenue requirement is spread evenly throughout the 12 months of the year.[3]

[1] Please note that monthly receipts can be viewed in the December report for the corresponding year.
[2] Actual funding received was $350.3 million, an immaterial variance.
[3] As noted in Chapter 5, footnote 49 on page 5.10 of Hydro's 2026 General Rate Application, in Hydro's revenue requirement, for the purposes of rate design, the timing of rate mitigation funding has been aligned with the timing of the associated Muskrat Falls supply cost payments. The actual timing of rate mitigation funding may differ.