

1 Q. **Reference: Volume I, Section 6.4.2, Issue Topic: Deferral Accounts Excluding Long Term Supply**
2 **Cost Variance Deferral Account**

3 Please provide a breakdown of the 2027 Revenue Deficiency between supply costs related to
4 Muskrat Falls, other supply costs, and non-supply related costs.

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7 A. Newfoundland and Labrador Hydro has not calculated the 2027 Revenue Deficiency as a direct
8 cost-causation split between Muskrat Falls supply costs, other supply costs, and non-supply
9 costs. The deficiency exists for the first six months of 2027, and is calculated at a higher level
10 based on the difference between the rates calculated based on the 2027 Cost of Service and
11 those in effect at that time.