

1 Q. Please provide a forecast of dividends Nalcor forecasts it will receive each year from
2 2019 to 2039, inclusive from all sources and provide the assumptions used in
3 determining the forecast.

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6 A. Based on Nalcor's forecast prepared in October 2018, the forecast Dividends that
7 Nalcor is expected to receive from 2019 to 2039, inclusive from all sources, net of
8 corporate costs, are provided in Table 1 below.

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10 In addition to the assumptions regarding the Muskrat Falls Project dividends noted
11 in Nalcor's response to PUB-Nalcor-030, the following assumptions also underpin
12 the forecast:

- 13 - Oil and Gas and Bull Arm will be separated from Nalcor to form a stand-
14 alone Crown Corporation, assumed to be effective January 1, 2019. As a
15 result, all forecasted Dividends related to Oil and Gas and Bull Arm have
16 been excluded from Nalcor's forecast post 2018;
- 17 - The load forecast for the Island Interconnected System reflects a phased in
18 17¢/KWh (pre HST) rate by 2023, escalating at 2.00% thereafter;
- 19 - Starting in 2020, all value generated from the export of any Schedule 2
20 energy and Recall energy that is in excess of the domestic needs of Hydro is
21 attributed to Hydro and directly reflected in electricity rates on a current
22 basis; and
- 23 - See Nalcor's responses to PUB-Nalcor-062 and PUB-Nalcor-063 for
24 assumptions related to export energy prices and other related information
25 used to determine the Nalcor dividends expected from Muskrat Falls
26 exports.

- 1 For further context regarding the general methodology and approach to rate
- 2 mitigation analyses prepared by Nalcor, please refer to Nalcor's response to PUB-
- 3 Nalcor-031.

Table 1

(\$millions)	2019	2020 ¹	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	2037	2038	2039
Dividends to Nalcor	-	372.8	123.4	143.3	155.7	182.2	225.3	272.8	296.4	320.5	342.9	489.6	423.6	434.7	488.3	528.0	509.5	515.6	579.8	626.7	656.6

1. The dividends provided for 2020 include the forecast COREA refund and NLDA true-up with Emera following MF full commissioning.