

1 Q. Please provide the schedule of power purchases by Newfoundland Hydro from
2 Muskrat Falls over the term of the agreement and the assumptions used in the
3 forecast.

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6 A. The power purchases used in the forecast prepared by Nalcor in October 2018 are
7 based on the Power Purchase Agreement (PPA) between Hydro and MFC dated
8 November 29, 2013. Schedule 2 of the PPA outlines the amount of base block
9 energy that Hydro is contractually entitled for each year of the PPA. The only
10 assumption made by Nalcor is that these amounts will be prorated for the first and
11 last year in order to reflect the latest view on the Muskrat Falls in-service date,
12 which is expected to be September 2020 as compared to June 2018 when Schedule
13 2 was originally prepared. As a result, the first year of energy entitlement has been
14 reduced from 1,133 GWh to 647 GWh, and the last year has been increased from
15 2,038 GWh to 3,261 GWh. All other annual amounts remain as per the Schedule 2 in
16 the PPA.

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18 A copy of Schedule 2 can be found in the PPA which has been provided as part of
19 Nalcor's response to PUB-Nalcor-016.