

1 Q. By IC-NLH-004 in the Hydro 2025 Capital Budget Application, it was submitted on behalf of Braya
2 that it is reasonable, where substantial capital expenditures are made over a short period of
3 time (less than 5 years) and proposed to be assigned to an Industrial Customer, that there
4 should be a mechanism to mitigate the year over year contributions to be paid by the Hydro
5 customer to which these expenditures are specifically assigned. In its response to IC-NLH-004,
6 Hydro stated:

7 " ... Hydro must apply to the ... Board, pursuant to section 41(5) of the Public Utilities Act, prior to
8 making a demand for contributions from its customers ... towards the cost of improvements or
9 additions to its property. If the Board approves the proposed contributions, Hydro can work with
10 the customer to ensure the collection of that contribution is reasonable while not impacting
11 Hydro or Hydro's customers.

12 Please confirm that the above principle continues to apply in respect of costs proposed to be
13 specifically assigned to Industrial Customers, including Braya in the instance of the costs
14 proposed to be specifically assigned to Braya in the present Application.

15
16
17 A. It is confirmed.