

1 Q. **Reference: Application**

2 Provide a reconciliation between the allocated revenue requirement by customer class reflected
3 in the proposed Cost of Service Study and the revenue recovered from each customer class
4 through the proposed rates after application of rate mitigation, identifying each adjustment
5 made between the Cost-of-Service Study and the proposed revenue recovery.

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8 A. The allocated revenue requirement by customer class reflected in the proposed Cost of Service
9 Study is the same as the revenue recovered from each customer class through the proposed
10 rates after application of rate mitigation, with the exception of the Labrador Interconnected
11 customer class. For that customer class, a rate increase of 2.25% has been proposed instead of
12 the Cost of Service Study indication of 8.54%, resulting in a revenue deficiency of approximately
13 \$1.5 million in the 2027 Test Year.

14 Please refer to Schedule F 1.2 of Newfoundland and Labrador Hydro's 2026 General Rate
15 Application, which provides a reconciliation of the forecast revenues and allocated revenue
16 requirement by rate class, including the applicable revenue deficit or surplus allocation and the
17 resulting revenue requirement after such allocation.