

1 Q. **Reference: Request for Information PUB-NLH-055(a)**

2 a) Why is the marginal capacity cost quote in \$/MWh as opposed to \$/MW at Coincident
3 Peak ("CP")?

4 b) Please provide the marginal cost of capacity in \$/MW at CP.

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7 A. a) Newfoundland and Labrador Hydro ("Hydro") calculates both marginal energy and
8 marginal capacity costs on a yearly basis. The marginal energy costs are calculated in
9 \$/MWh and reported by season, including on-peak and off-peak periods, as well as on an
10 annual basis. Marginal capacity costs are also calculated in \$/MWh by season, including
11 winter on-peak and off-peak periods, to facilitate comparison with marginal energy supply
12 costs during equivalent periods. In addition, Hydro calculates the annual marginal capacity
13 costs in \$/kW terms.

14 b) Hydro's 2024 marginal costs for 2027 annual marginal capacity cost is \$369,608/MW,
15 consisting of a Winter marginal capacity cost of \$351,586/MW and a Summer marginal
16 capacity cost of \$18,021/MW.