

1 Q. **Reference: NP-NLH-110, Issue Topic: Long Term Supply Cost Variance Deferral Account.**

2 Please detail (i) the \$63,986,653 transfer in Attachment 1, page 2, (ii) the \$63,974,591 transfer
3 in Attachment 1, page 3, and (iii) the \$60,082,571 transfer in Attachment 2, page 3.

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6 A. **(i)** Please refer to NP-NLH-110, Attachment 1, pages 3 and 4, showing transfers of
7 \$63,974,591 and \$12,062, respectively, which represent the remaining balances in the
8 Utility Customer Balance and Industrial Customers Balance as of March 31, 2027. These
9 balances are subsequently extinguished through rate mitigation. Accordingly, the
10 \$63,986,653 transfer in Attachment 1, page 2 represents the aggregate of the \$63,974,591
11 and \$12,062.

12 **(ii)** The \$63,974,591 transfer shown in NP-NLH-110, Attachment 1, page 3 represents the
13 remaining balance in the Utility Customer Balance as of March 31, 2027, which is
14 extinguished through rate mitigation. The transfer reduces the Utility Customer Balance to
15 nil.

16 **(iii)** The \$60,082,571 transfer in NP-NLH-110, Attachment 2, page 3 represents the proposed
17 transfer of the balance in the Revenue Deficiency Deferral Account for the Island Utility as
18 presented in Schedule D-V of Hydro's 2026 General Rate Application.