LPMA Interrogatory #10

Interrogatory

Ref: Exhibit F2, Tab 1, Sch. 1 & Exhibit F2, Tab 8, Sch. 1

Table 1 of Ex. F2, Tab 1, Sch. 1, there is an amount of $66.0 million in 2020 and $206.0 million in 2021 for Darlington New Nuclear OM&A. On page 1 of Ex. F2, Tab 8, Sch. 1, these amounts are described as costs related to preliminary planning and preparation expenditures for an SMR generating station at the Darlington site and that OPG will record these amounts in 2020 and 2021 related to the SMR project in the Nuclear Development Variance Account ("NDVA"). Please explain why these figures are shown in the OM&A figures in Table 1 if they are to be recorded in the NDVA.

Response

The costs related to preliminary planning and preparation expenditures for an SMR generating station in 2020 and 2021 are included in Ex. F2-1-1, Table 1 because they represent a forecast of costs that are recoverable through the payment amounts for OPG's nuclear facilities by virtue of O. Reg. 53/05 section 6(2)4.1. For completeness of information, OPG has presented such forecasted costs for the historical and bridge years in the application irrespective of whether they are recorded in a deferral or variance account.