

Newfoundland and Labrador Hydro
Revenue Requirement
1999 to 2002

Exhibit 2

(000)'s

	2002			2001			2000			1999		
	Financial Statement	Adjust.	Revenue Require.	Financial Statement	Adjust.	Revenue Require.	Financial Statement	Adjust.	Revenue Require.	Financial Statement	Adjust.	Revenue Require.
Depreciation	\$ 31,790		\$ 31,790	\$ 32,738		\$ 32,738	\$ 35,469		\$ 35,469	\$ 36,108		\$ 36,108
			\$0			\$0			\$0			\$0
Fuel	82,288		82,288	51,451		51,451	42,568		42,568	35,110		35,110
Power purchased	18,900	(3,634)	15,266	19,215	(3,882)	15,333	20,385	(4,424)	15,961	18,927	(5,142)	13,785
Other costs												
Salaries	61,773	-	61,773	60,271		60,271	61,374	(107)	61,267	57,128	(58)	57,070
System equip. maint.	16,778	(15)	16,763	17,499	(15)	17,484	18,977	(1)	18,976	14,957	(2)	14,955
Insurance	848		848	849		849	1,037		1,037	1,068		1,068
Transportation	2,223		2,223	2,474		2,474	2,892		2,892	3,481		3,481
Office supplies	1,939		1,939	1,943		1,943	2,081		2,081	2,858		2,858
Bldg. rentals and maint.	626		626	612		612	998		998	2,897		2,897
Professional services	4,340		4,340	4,506		4,506	3,815		3,815	3,756		3,756
Travel	2,484		2,484	2,402		2,402	2,835		2,835	2,459		2,459
Equipment rentals	1,558		1,558	1,488		1,488	1,400		1,400	1,602		1,602
Miscellaneous	4,267	191	4,458	4,626	344	4,970	4,891	288	5,179	4,341	388	4,729
Loss on disposal	791		791	1,175		1,175	2,186		2,186	923		923
Amortization of studies and software												
Customer costs	325	(325)	-	475	(475)	-	420	(420)	-	495	(495)	-
Sub-total	97,952	(149)	97,803	98,320	(146)	98,174	102,906	(240)	102,666	95,965	(167)	95,798
Allocations												
Other			(114)			(114)	(104)	104	-	(49)	49	-
Hydro capitalized	(6,131)		(6,131)	(6,064)		(6,064)	(7,852)		(7,852)	(8,537)		(8,537)
C.F.(L) Co.	(1,910)		(1,796)	(1,906)		(1,792)	(1,670)		(1,670)	(2,109)		(2,109)
Sub-total	(8,041)	-	(8,041)	(7,970)	-	(7,970)	(9,626)	104	(9,522)	(10,695)	49	(10,646)
Total	89,911	(149)	89,762	90,350	(146)	90,204	93,280	(136)	93,144	85,270	(118)	85,152
Write down of capital assets									-	16,680		16,680
Interest	92,784	800	93,584	91,646	912	92,558	94,193	2,675	96,868	93,179	2,148	95,327
Total operating expenditures	315,673	(2,983)	312,690	285,400	(3,116)	282,284	285,895	(1,885)	284,010	285,274	(3,112)	282,162
Margin	36,481	(26,871)	9,610	37,658	(23,931)	13,727	17,296	(11,446)	5,850	31,716	(35,363)	(3,647)
			0			0			0			0
Revenue requirement	\$352,154	(\$29,854)	\$322,300	\$323,058	(\$27,047)	\$296,011	\$303,191	(\$13,331)	\$289,860	\$316,990	(\$38,475)	\$278,515