IN THE MATTER OF the *Electrical Power Control Act, 1994* (the "EPCA") and the *Public Utilities Act,* R.S.N. 1990, Chapter P-47 (the "Act") and their subordinate regulations; and

IN THE MATTER OF an Application by Newfoundland and Labrador Hydro ("Hydro") for approvals of: (1) Under Section 70 of the Act, changes in the rates to be charged for the Supply of power and energy to its Retail Customer, Newfoundland Power, its Rural Customers and its Industrial Customers; (2) Under Section 71 of the Act, its Rules and Regulations applicable to the supply of electricity to its Rural Customers; (3) Under Section 71 of the Act, the contracts setting out the terms and conditions applicable to the supply of electricity to its Industrial Customers; and (4) Under Section 41 of the Act, its 2002 Capital Budget.

RESPONSE TO NLH-98

POOLE, ALTHOUSE, THOMPSON & THOMAS

Western Trust Building 49-51 Park Street Corner Brook, NF A2H 6H7 Solicitors for the Industrial Customers

STEWART MCKELVEY

STIRLING SCALES Cabot Place 100 New Gower Street St. John's, NF A1C 5V3 Solicitors for the Industrial Customers

NLH-98 2001 General Rate Application

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NLH-98 (Re: p.25, footnote 57)

- Q: Please identify the source of \$209,140,704 for total transmission line plant.
- A: This value of the Common plant as referenced in the footnote comes from JAB-1 Schedule 2.3A, and is the total transmission Net Book Value (\$189,233,904 plus \$38,009,822 from lines 13 and 14, column 2) less the specifically assigned rural (\$18,103,022 from column 6). To be completely accurate, this figure should also exclude the portion assigned to distribution primary demand (\$78,788 from column 8) and specifically assigned customer (\$521,738 from column 18), but these additional exclusions do not materially change the conclusion that approximately 10.8% of Hydro's transmission NBV is classified to energy. [Based on footnote 57, 10.75% of Hydro's transmission NBV is classified to energy.]