

1 Q. (a) Provide details of inter-corporate transactions for each year for the
2 period 1992 to 2000 and forecast for 2001 and 2002 (JCR, Schedule I,
3 lines 34 and 35).

4

5 (b) Provide details on how Hydro allocates costs to its subsidiaries,
6 including costs of executives and other employees (JCR, Schedule I,
7 lines 34 and 35).

8

9 A. (a) The schedule attached provides details of the allocations to CF(L)Co
10 for the period 1992-2002.

11

12 (b) The basis for allocating costs to CF(L)Co is provided in the attached
13 report entitled "Review of Operating Costs Recovered from Churchill
14 Falls (Labrador) Corporation Ltd. as at December 31, 2000".

Newfoundland & Labrador Hydro
Summary of Cost Recoveries From CFL/Co
1992 - 2002

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
CFL/Co Recoveries											
CFL/Co Audits Management	54,815	61,154	67,990	58,150	78,072	70,591	87,055	87,055	10,870	69,806	67,967
Less: CFL/Co Countercharge	236,774	242,833	314,975	217,138	194,931	175,754	155,379	204,020	60,694	100,000	140,024
Risk Management & Public Relations	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)
Control's Department	57,231	65,262	64,286	64,433	64,433	70,209	54,186	30,903	40,650	40,650	30,903
Treasury Department	595,979	673,794	684,036	627,128	627,128	627,715	388,919	252,589	296,747	296,747	252,589
IS & T	125,120	92,149	90,270	89,055	107,092	87,301	68,231	59,289	78,335	78,335	59,289
Financial Planning	460,862	414,572	510,849	501,721	594,221	594,221	771,106	546,074	382,623	382,623	546,074
Labour Relations	8,966	6,680	2,655	2,776	2,776	2,776	2,776	2,776	14,716	14,716	45,000
Materials Management	105,308	88,020	0	89,030	84,377	70,723	61,160	59,807	43,220	25,000	50,125
Engineering Services	621,898	627,561	648,096	642,273	610,272	566,421	564,447	482,658	716,756	688,273	329,331
Human Resources	0	0	0	0	0	0	0	0	(105,759)	37,674	75,000
Maintenance Analyst	118,762	122,438	218,750	149,643	168,191	139,270	137,791	137,850	101,728	101,727	137,850
Environmental Services	0	0	0	0	0	0	0	0	13,540	13,039	17,000
Drafting Support	27,496	27,500	27,500	26,500	31,756	20,000	20,000	20,000	53,678	20,000	20,000
Legal & Corporate Secretary	0	0	0	0	0	0	0	0	6,100	6,100	0
	40,295	37,815	39,652	41,338	42,304	44,475	44,000	0	25,342	25,342	44,000
TOTAL	2,389,296	2,340,783	2,449,809	2,359,193	2,446,985	2,371,522	2,260,069	2,109,020	1,669,950	1,791,333	1,795,741
Adjustments :											
External Cost Recoveries										114,500	114,500
TOTAL	2,389,296	2,340,783	2,449,809	2,359,193	2,446,985	2,371,522	2,260,069	2,109,020	1,669,950	1,905,833	1,910,241