

Maintenance Costs (please show all figures on an aggregate annual basis and on a per kilowatt hour basis)

Q. What have been the annual maintenance costs for the Happy Valley – Goose Bay area distribution system for each of the past five years?

A. Annual maintenance costs are only readily available for the past four years as a result of the implementation of the JD Edwards maintenance module for 1999. Maintenance costs directly charged to Happy Valley-Goose Bay distribution business units are reflected in the table below. Overheads and other allocated costs are excluded. Costs on a per kilowatthour basis are based on bulk energy transmitted to the Happy Valley Terminal Station 25 kV bus, excluding energy for DND.

| | 1999 | 2000 | 2001 | 2002 |
|--------------|-------------|-------------|-------------|-------------|
| Happy Valley | \$529,000 | \$263,000 | \$280,000 | \$190,000 |
| Goose Bay | \$.0028/kWh | \$.0013/kWh | \$.0014/kWh | \$.0009/kWh |
| Area | | | | |