

1 **Upgrade Distribution Systems, p. B-70, \$1,912,000**

2 Q. Please provide a table outlining: 1) the total expenditures in each year from  
3 2001 to 2005F; 2) the total expenditures for each distribution line serviced in  
4 each of those years; 3) the length in kilometers of each distribution line  
5 upgraded; and 4) the average expenditure per km of each distribution line for  
6 each year.

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9 A. The table below contains a summary of the distribution upgrades for the  
10 period 2001 to 2005. The amount shown for 2005 is the budgeted amount.  
11 Information is available only on an aggregate level by operational region.

<b>Upgrade Distribution System – Summary</b>			
<b>Year</b>	<b>Central</b>	<b>Northern</b>	<b>Labrador</b>
2001	\$ 493,762	\$ 473,663	\$ 159,290
2002	\$ 438,958	\$ 851,281	\$ 447,195
2003	\$ 780,642	\$ 587,960	\$ 220,695
2004	\$ 970,864	\$ 1,120,006	\$ 428,838
2005F	\$ 628,000	\$ 616,000	\$ 357,000

12 The budget for this work is an annual allotment calculated from the present  
13 worth value of the expense for the previous five years. The budget is meant  
14 to provide funds for a wide variety of miscellaneous upgrades across Hydro's  
15 systems. The upgrades are required as a result of maintenance inspections  
16 or damage caused by adverse weather conditions. The individual work items  
17 vary considerably in size, scope and complexity.

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19 In any year there may be anywhere from 1500 to 2000 individual work orders  
20 raised for distribution upgrades and therefore, it is not practical or useful to

1 track this work on a feeder-by-feeder basis. Costs are collected and added to  
2 the asset record on an aggregate basis for each operating region. As such,  
3 expenditures for each distribution line serviced, the length of the lines  
4 affected or the average cost per kilometer is not available.