

1 Q. With reference to pages 2 and 3 of the evidence of Mr. Sturge, specifically
2 identify (a) all of the activities of the Regulated Operations division which are
3 non-regulated, (b) whether all currently planned non-regulated activities of
4 the Regulated Operations division have been removed from the 2007
5 revenue requirement, and (c) the dollar costs excluded from Hydro's
6 regulated revenue requirement for all currently planned non-regulated
7 activities, broken down by activity, to the extent not already stated at pages
8 18 and 19 of the evidence of Mr. Bradbury.

9

10

11 A. a. Hydro's non-regulated activities are as detailed in its policy Non-
12 Regulated Operations filed in response to CA 85 NLH. The non-
13 regulated activities of the Regulated Operations division, as opposed
14 to other support services divisions, are primarily export sales to Hydro
15 Québec, supply of power to Labrador West mining companies who are
16 non-regulated, operation and maintenance of the electrical system in
17 Natuashish on behalf of the Mushuau Innu First Nation, maintenance
18 of assets at Muskrat Falls and Barr'd Harbour and administration of
19 the export sales to Hydro Québec.

20

21 b. All planned non-regulated activities of the Regulated Operations
22 Division have been removed from the revenue requirement. Note that
23 for the 2007 test year, it is assumed that Hydro will take over full
24 responsibility for provision of service in Natuashish and that this will be
25 a regulated activity.

- 1 c. The dollar amounts transferred from revenue requirement to non-
2 regulated activities are as outlined on pages 18-19 of Mr. Bradbury's
3 evidence. Please see also response to NP 20 NLH.