

1 **Q. In reference to page 25, lines 10 and 11, and page 34, lines 31 to 38, are the forecast**
2 **amounts of \$405,000 and \$555,000 increases or the total amounts of the Capacity**
3 **Expansion for 2006 and 2007 respectively? What are the increases in the Capacity**
4 **Expansion expenses from 2005? Is Grant Thornton aware that similar projects are**
5 **planned for the Wabush Terminal Station for 2008?**
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8 **A.** Hydro is forecasting capacity expansion expenses to be \$405,000 and \$555,000, for 2006
9 and 2007 respectively. This represents increases of \$192,000 in 2006 and \$263,000 in
10 2007, in comparison to the 2005 expense of \$292,000.
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12 Grant Thornton's report references Hydro's response to CA-45 "that the work related to
13 the Wabush Terminal Station will be completed in 2007". As for similar projects
14 planned for the Wabush terminal station, Hydro did not provide information to Grant
15 Thornton regarding specific projects planned for 2008, though Grant Thornton was
16 advised that there would be additional costs related to extraordinary expenses in the
17 foreseeable future.
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