In reference to Schedule "B", page 61 of 82:

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Q. Please advise as to the policy of Newfoundland Hydro regarding the replacement of vehicles.

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A. Attachment A is a copy of Newfoundland and Labrador Hydro's Vehicle Replacement Criteria as filed in response to Information Request NP-23, Page 1 of 12, in Hydro's 2001 General Rate Application. The Company is not certain if this represents Newfoundland and Labrador Hydro's current vehicle replacement criteria.

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Newfoundland and Labrador Hydro is an intervenor in this proceeding.

1 2 3	Q.	(a)	Provide the number of company vehicles by vehicle class and location for each year from 1992 to 2000 and forecast for 2001 and 2002 (DWR, page 16, lines 5-9).
4		(b)	Provide Hydro's replacement policy for each vehicle class.
5 6		(c)	Provide the most recent analysis evaluating leasing versus purchasing of vehicles.
7 8		(d)	Has Hydro analyzed contracting out parts or all of its vehicle management? If so, provide a copy of the relevant analysis.
9 10	A.	(a)	The company vehicles by class and location at year end 1992-2002 are provided on Pages 2 to 12.
11		(b)	See table below:

## REPLACEMENT CRITERIA VEHICLES

1000	Cars/Mini-vans	5-7 yrs.	>150,000 kms, maintenance cost, condition
2000	Pick-ups/Service Vans	5-7 yrs.	>150,000 kms, maintenance cost, condition
3000	Light Trucks	6-8 yrs.	>180,000 kms, maintenance cost, condition
4000	Medium/Heavy Trucks	7-9 yrs.	>200,000 kms, maintenance cost, condition

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(c) There has been no analysis completed evaluating leasing versus purchasing of vehicles.

15 16 (d) Hydro has not completed a review analyzing the contracting out of its vehicle management.