
1 Q. **Reference: Appendix E**

2 Column I, Scenario 1 there is a benefit of \$1,423,253 in 2018. Why is there no benefit in
3 Column I, Scenario 2 for 2018?

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6 A. Please refer to Newfoundland and Labrador Hydro's response to PUB-NLH-209 for a
7 breakdown of the amounts included in Column I, Scenario 1. The portion of the benefit
8 related to preliminary assessment costs for the Business Systems Transformation Program
9 that Nalcor incurred in 2015, but did not charge its subsidiaries, was not included in
10 Scenario 2 as these costs would not have been incurred in a status quo alternative.
11 Likewise, the financing costs that Hydro avoided from 2015 to 2018 relate to the
12 implementation costs of the new software that also would not have been incurred in the
13 status quo option.