

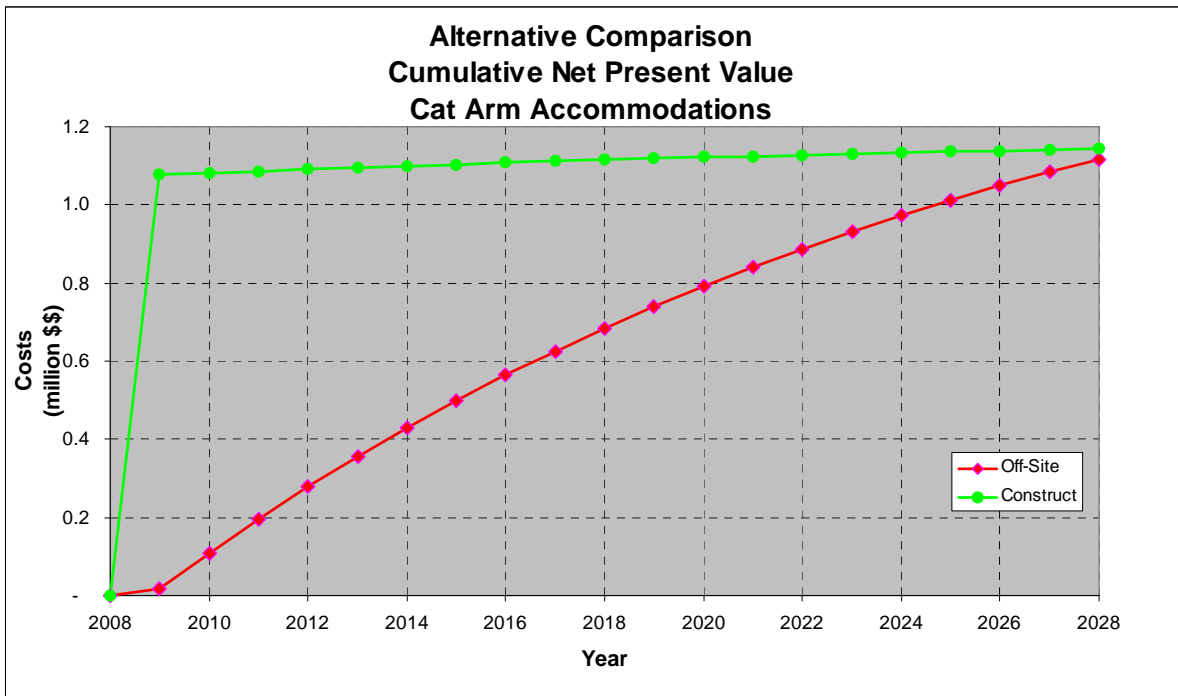
1 **Re Cat Arm Hydro Generating Station Replacement of Accommodations, page**  
2 **B-19:**

3 Q. At page 13 of Hydro's report "Cat Arm Hydro Generating Station  
4 Replacement of Accommodations", it is stated that Deer Lake was used as  
5 the assumed accommodations for the net present value calculation  
6 (presumably as represented in Chart 1 and Table 5 of the same report).  
7 Provide the equivalent of Chart 1 and Table 5, and of the assumptions stated  
8 at page 12 of the same report for salary costs due to travel, hotel  
9 accommodations and vehicle usage, using Pollard's Point as the assumed  
10 accommodations.

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A. The equivalent Chart, Table and Assumptions are provided below:

**Chart 1**



**Table 5**

<b>Cat Arm Accomodations</b>		
<b>Alternative Comparison</b>		
<i>Cumulative Net Present Value</i>		
<i>To The Year</i>		
<b>2028</b>		
<b>Alternatives</b>	<b>Cumulative Net Present Value (CPW)</b>	<b>CPW Difference between Alternative and the Least Cost Alternative</b>
Construct Accomodations	1,142,684	26,384
Stay Off-Site	1,116,301	0

**Assumptions**

For the Stay Off-Site alternative an annual cost of \$111,700 (\$2008) is assumed based on:

- Salary costs due to travel; two hours per day at an hourly rate of \$25 for 698 person days per year. This amounts to \$34,900.
- Hotel accommodations; \$100 per night for 698 person days. This amounts to \$69,800.
- Vehicle usage; two hours per day at an hourly rate of \$20 for 175 person days per year. This amounts to \$7,000.

This analysis indicates that this option is approximately equal to or slightly better than constructing the On-Site accommodations. However, the accommodations at Pollard’s Point are still considered substandard and the reasons stated in Section 3.10 of the “Cat Arm Hydro Generation Station – Replacement of Accommodations” report make this alternative not viable.