

1 Q. **Re: Non-Regulated Operations Report, Exhibit 7, p. 4,**

2 Are there expenses incurred by NLH for conservation and demand management in
3 Labrador East¹? If yes, please indicate the amount of these expenses for each year
4 from 2006-2013, explain how those expenses are dealt with, and why they are
5 handled differently from the expenses in Labrador West.

6

7

8 A. There are expenses incurred by Hydro in the delivery of CDM programming for
9 Labrador East customers. The Non-Regulated Operations Report, Exhibit 7, p. 4,
10 informs that expenses associated with CDM in Labrador West and Labrador East are
11 captured as non-regulated costs. All costs associated with the delivery of CDM to
12 the Labrador Interconnected System are captured as non-regulated costs identified
13 separately by geographic area or community. Please see Hydro's response to
14 NP-NLH-104 for the costs associated with the Labrador Interconnected System.

¹ In this document, the term "Labrador East" will be used in accordance with its use in P.U. 14(2004).