

1    Q.    **Reference:    Finance Evidence**

2           Please quantify how Hydro's work load has increased necessitating the increase in  
3           net FTEs for Engineering and Operations. (Regulated Activities, page 3.15, Chart  
4           3.5)

5

6

7    A.    As outlined in Section 1.2, infrastructure renewal and replacement is the number  
8           one challenge faced by Hydro. Chart 1.3 on Page 1.6, illustrates how Hydro's capital  
9           expenditures have increased by almost 200% since 2007 and will continue to  
10          increase significantly out to 2017. The increased capital program necessitates the  
11          increase in net FTEs for Engineering and Operations. This is further illustrated  
12          through salaries charged to capital (including regular time and overtime) which  
13          have increased from \$9.2 million in 2007 to \$19.3 million in the 2013 forecast.