

1 Q. Further to response to Request for Information NP-NLH-011, Schedule 1, (Revision
2 1, Nov 12-13), Page 1 of 1 and Regulated Activities, Schedule 1, Rev 1 September 9,
3 2013, Page 1 of 1:

4 Please explain why HROE costs increase in the 2013 Test Year compared to (i) the
5 three years prior to the test year and (ii) the two years following the test year.

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8 A. HROE costs were budgeted using the most recent information available which for
9 the 2013 Test Year was prior year's budgets and for the 2014 and 2015 forecasts
10 was 2012 actual.