

1 Q. **2013 General Rate Application, Intercompany Charges and Shared Services**

2 Page 3.13, lines 15-17 - Provide documentation describing the industry standards
3 and best practices amongst Canadian utilities regarding intercompany transactions
4 that were reviewed in the selection of the cost-based methodology.

5

6

7 A. Discussion of the rationale behind the selection of the cost-based methodology is
8 found in the response provided to CA-NLH-083. Further, as part of the Deloitte
9 review of cost allocation policies and procedures used between Nalcor and Hydro,
10 an industry scan and review of best practices was conducted (refer to NP-NLH-024,
11 pages 20-23).