

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

Page 3.17, Table 3.3 - Describe the operating costs of the Hydro Place emergency diesel power system, provide the amount incurred by Hydro in each year from 2007 to 2012, and budgeted for 2013 to 2015 and explain why they were not charged out to other entities.

A. Hydro Place emergency diesel power system operating costs include annual inspections and servicing, diesel fuel purchases, tank sampling, fuel analysis and maintenance and are noted in Table 1 below. Page 3.17, Table 3.3 indicated in error that the operating costs of the Hydro Place emergency diesel power system are not allocated. Approximately 65% of these costs as well as depreciation expense on the capital cost of the emergency diesel backup system are included in the space rental fee used in the Administration fee (see PUB-NLH-200, Attachment 1).

Table 1

Operating Costs	Actual						Forecast	Forecast	Forecast
	2007	2008	2009 <sup>1</sup>	2010	2011	2012	2013	2014	2015
Hydro Place Emergency Diesel Power System	\$ 3,237	\$ 6,010	-	\$ 16,063	\$ 17,604	\$ 27,245	\$ 15,000	\$ 15,330	\$ 15,713

Note: 1. There were no costs incurred in 2009.