

1 Q. **2013 General Rate Application, Intercompany Transaction Costing Guidelines –**
2 **Exhibit 8**

3 Page 5, lines 6-12 - Provide an itemized list of and the amount of the LAN costs
4 incurred by Hydro's Network Services department each year from 2007 to 2012 and
5 the amounts budgeted for each operating cost for 2013 to 2015. Identify any LAN
6 costs that were excluded from the pool of LAN costs allocated to the lines of
7 business.

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10 A. For the purposes of the Admin fee as outlined on Page 5, lines 6 – 12, Hydro used
11 an estimate of costs. Please refer to PUB-NLH-207 Attachment 1 (Revision 1).

Hydro Network Services - LANS																
Cost Type Description			Actual 2007	Actual 2008	Actual 2009	Actual 2010 ¹	Actual 2011	Actual 2012	Actual 2013	Test year 2014	Test year 2015					
A Total operating costs					\$	195,260	\$	195,260	\$	195,260	185,975	\$	190,066	\$	194,818	
Allocations																
B Total Number of LANS						984.0		984.0		984.0	1,241.0		1,241.0		1,241.0	
C Cost per LAN (A / B)					\$	198	\$	198	\$	198	\$	150	\$	153	\$	157
D Hydro Regulated LANS						807.2		795.8		736.9	989.3		953.8		718.7	
E Other lines of business LANS						176.8		188.2		247.1	251.7		287.2		522.3	
Total LANS						984.0		984.0		984.0	1,241.0		1,241.0		1,241.0	
F Hydro Regulated (D * C)					\$	160,177	\$	157,920	\$	146,227	\$	148,256	\$	146,080	\$	112,825
G Other lines of business (C * E)					\$	35,083	\$	37,340	\$	49,033	\$	37,719	\$	43,986	\$	81,993
Total			\$	-	\$	-	\$	-	\$	195,260	\$	185,975	\$	190,066	\$	194,818
Notes																
1. 2010 was the first year of the new Admin fee methodology.																