

1 Q. 2013 Amended General Rate Application, November 10, 2014, page 2.12, lines 19-  
2 22: Provide a detailed breakdown of the \$2.8 million operating and maintenance  
3 costs.

4  
5  
6 A. The 2015 Test Year includes \$2.8 million of operating and maintenance costs  
7 related to the Twinco transmission assets as noted below. CF(L)Co will continue to  
8 operate the assets on Hydro's behalf.

9

| <u>Cost Category</u>            | <u>2015 Test Year</u><br><u>(\$millions)</u> |
|---------------------------------|--|
| Administration <sup>1</sup>     | \$ 0.5                                       |
| Housing <sup>2</sup>            | \$ 0.1                                       |
| Maintenance <sup>3</sup>        | \$ 0.6                                       |
| Operations <sup>4</sup>         | \$ 0.8                                       |
| Operating Projects <sup>5</sup> | \$ 0.8                                       |
| <b>Total</b>                    | <b><u>\$ 2.8</u></b>                         |

<sup>1</sup> Staff and salary benefit costs that provide support functions such as maintenance supervisor, lines supervisor, engineering, warehouse and various finance supports.

<sup>2</sup> Housing in Labrador City for two operators working at the Wabush terminal station.

<sup>3</sup> Preventative, corrective and non maintenance.

<sup>4</sup> Operations' salary and benefits to support the Wabush Terminal Station.

<sup>5</sup> Primarily comprised of vegetation management and synchronous condenser inspections.