

1 Q. Further to the response to PUB-NLH-415, please confirm that Hydro bears the  
2 residual amount of the Hydro Place Emergency Diesel Power System expenses not  
3 included in the Administration fee. What is not included in the space rental costs  
4 amounts, and why are these costs not allocated to Nalcor? Why are the Hydro Place  
5 Emergency Diesel Power System expenses significantly higher in 2014 in  
6 comparison to the other years?

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9 A. Hydro confirms that the residual amount of the expenses associated with Hydro  
10 Place Emergency Diesel Power System expenses not included in the Admin fee are  
11 borne by Hydro. The unallocated costs relate to maintenance costs on a transfer  
12 switch that were not grouped with the other costs associated with the Hydro Place  
13 Emergency Diesel Power System. Beginning in mid 2014, these costs are now  
14 included in the Admin fee. Please see the updated table for 2014 actuals and  
15 allocation. Costs in 2014 were higher due to: (i) additional corrective and  
16 preventative maintenance conducted on the emergency diesel power system and  
17 (ii) the cost of fuel.

Operating Costs	Actual								Test Year
	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	6,883	67,269	16,500
Amounts included in space rental costs	3,237	-	-	10,063	11,604	20,995	1,883	61,019	16,500

Note 1. There were no costs incurred in 2009.