

1 Q. **2013 General Rate Application, Intercompany Charges and Shared Services**
2 Page 3.17, Table 3.3 - Provide the insurance expenses incurred by Hydro for its own
3 needs and the needs of other Nalcor entities each year from 2007 to 2012 and the
4 amount budgeted for 2013 to 2015?

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7 A. Insurance premiums relating to Hydro's regulated and non-regulated activities are
8 billed directly to Hydro. In allocating these costs between regulated and non-
9 regulated activities, Hydro uses the allocations provided by the insurance broker¹.
10 The following table shows the total insurance expense incurred by Hydro in respect
11 of those invoices, as well as the amounts allocated out to non-regulated activities:

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(\$ thousands)	2007	2008	2009	2010	2011	2012	2013
Hydro (Legal Entity)	\$1,778	\$1,789	\$1,978	\$1,986	\$1,989	\$2,166	\$2,271
Hydro Regulated	\$1,703	\$1,783	\$1,937	\$1,960	\$1,965	\$2,109	\$2,211
Hydro Non-regulated	\$75	\$6	\$41	\$26	\$24	\$57	\$60

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14 While the amount budgeted for 2013 (see Finance, Schedule 1, Page 9 of 11) was
15 \$2.2 million, as discussed in the answer to PUB-NLH-42, the amount has increased
16 to \$2.5 million, based on the 2013 policy renewal for the premium period July 1,
17 2013 to June 30, 2014.

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21 The insurance amount budgeted for Hydro for 2014 is \$2.7 million and for 2015 is
22 \$2.8 million.

¹ See Hydro's response to PUB-NLH-161