

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.

Hydro
Network Services - LANS

PUB-NLH-207, Attachment 1
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Cost Type Description	Actual 2007	Actual 2008	Actual 2009	Actual 2010 ¹	Actual 2011	Actual 2012	Forecast 2013	Forecast 2014	Forecast 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	1,010.1	953.8	953.8
E Other lines of business LANS				176.8	188.2	247.1	230.9	287.2	287.2
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	\$ 151,374	\$ 146,080	\$ 149,732	
G Other lines of business (C * E)			\$ 35,083	\$ 37,340	\$ 49,033	\$ 34,601	\$ 43,986	\$ 45,086	
Total	\$ -	\$ -	\$ -	\$ 195,260	\$ 195,260	\$ 195,260	\$ 185,975	\$ 190,066	\$ 194,818
Notes									
1. 2010 was the first year of the new Admin fee methodology.									