

Q. [Net Salvage] – Please provide the annual dollar level of outside contractor pay, by year and account or subaccount, reflected in the cost of removal amount in the depreciation study for the past 10 years. Further, identify the premium level of pay associated with outside contractors compared to in-house personnel.

A. Table 1 provides the annual dollar amount of contract labour, by year and class reflected in the cost of removal amounts in the depreciation study for the period 2001 through 2010.

**Table 1
Contractor Labour By Account**

Acct	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
36	58,754	79,048	169,775	96,921	159,695	243,005	131,459	194,106	214,975	285,568
32/33	528	0	3,059	8,709	60	998	15,278	430	0	70,545
37	0	0	0	5,220	511	4,415	0	0	0	490
35	190,806	107,907	169,624	89,386	203,926	518,817	414,483	583,688	501,238	459,143
34	4,613	7,948	396	1,188	3,075	278	9,935	133	4,670	3,753
38	0	38,868	0	0	0	0	0	7,728	0	0

The amount of contract labour by account and subaccount is not available. Net salvage cost includes total labour costs. These costs are not broken down into regular, overtime, and contractor labour. Newfoundland Power does not have the ability to provide the information requested in the time allotted for responding to requests for information.

Contractor costs are typically based on unit pricing. Newfoundland Power therefore does not have the information necessary to provide a comparison of contractor and in-house labour rates.