Q. With reference to Account A04 - Auxiliary Power Systems [page IV-5 of Exhibit 1], 1 2 please provide a detailed explanation of the retirement at age interval 0.0 in the amount of \$56,321 including but not limited to a detailed description of what was 3 retired along with the corresponding dollars, what caused the retirement at age 0.0, 5 and all documents supporting the transaction. Further, please explain why such 6 activity should be considered representative of future expectations for the 7 remaining account investment. 8 9 10

A. Please refer to IC-NLH-27 Attachment 1. Detailed reasons for retirements are not maintained in Hydro's asset records; however they are generally for replacement of plant as a result of the normal course of activity. As such, these retirement transactions should be included in the retirement rate analysis as they represent retirement activity that can be expected to recur in the future.

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Retirements at Ages 0.0 Years for Account A04 - Auxiliary Power Systems

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Depreciation Methodology

New	Old		Trns	Install	Original Cost		Asset	
Account	Account	Trans Type	Year	Year	Amount	Age	Number	Description
	13000 F	RETIREMENT	2003	1989	(88,784)	13.5	99001855	Emergency Diesel Generator 553 at Roddickton Woodchip Plant
	13000 F	RETIREMENT	2009	2009	(56,321)	0.5	58422	Diesel Generator, 40KW Perkins at Burnt Spillway