

- 1 **Q. Requested by the Consumer Advocate - Transcript Reference October 25, 2007,**
2 **Page 63 line 8 to Page 65, line 10.**
3
4 **Provide the most recent 2007 operating forecast and the 2007 operating forecast as**
5 **filed in Exhibit 2 (1st Revision).**
6
7 A. Attachment A shows the most recent 2007 forecast of operating costs and the 2007
8 forecast costs as filed in Exhibit 2 (1st Revision) of the Amended Application.

2007 Forecast Operating Costs By Breakdown

Operating Costs by Breakdown: 2007

Newfoundland Power Inc.

**Operating Costs by Breakdown
2007
(\$000s)**

<u>Breakdown</u>	<u>Amended Application¹</u>	<u>Current Forecast²</u>	<u>Variance</u>
1 Regular and Standby	24,642	24,488	(154)
2 Temporary	2,127	2,213	86
3 Overtime	1,431	1,497	66
4 Total Labour	28,200	28,198	(2)
5 Vehicle Expenses	1,482	1,542	60
6 Operating Materials	1,137	1,153	16
7 Inter-Company Charges	560	560	-
8 Plants, Subs, System Oper & Bldgs	1,822	1,846	24
9 Travel	1,062	1,093	31
10 Tools and Clothing Allowance	835	820	(15)
11 Miscellaneous	1,457	1,580	123
13 Taxes and Assessments	680	640	(40)
14 Uncollectible Bills	1,000	1,000	-
15 Insurances	1,728	1,642	(86)
16 Retirement Allowances	175	174	(1)
17 Education, Training, Employee Fees	238	204	(34)
18 Trustee and Directors' Fees	386	382	(4)
19 Other Company Fees	1,609	1,794	185
20 Stationery & Copying	394	357	(37)
21 Equipment Rental/Maintenance	763	700	(63)
22 Telecommunications	1,620	1,528	(92)
23 Postage	1,465	1,400	(65)
24 Advertising	368	413	45
25 Vegetation Management	1,361	1,341	(20)
26 Computing Equipment & Software	758	758	-
27 Total Other	20,899	20,927	28
28			
29 Sub total	49,099	49,125	26
30 Pension Costs	4,251	4,391	140
31 ERP (retirement allow & pension)	1,262	1,262	-
32 Total Gross Operating Expenses	54,612	54,778	166
33 Transfer to GEC	(2,100)	(2,100)	-
34 Net Operating Expenses	52,512	52,678	166

¹ As filed in Exhibit 2 (1st Revision) of the Amended Application.

² 2007 Forecast at October 25, 2007.