

1 Q. In P.U. 27(2022), page 5, lines 17-24, the Board noted that the costs of the Business Systems
2 Transformation Program were allocated on a pro rata basis using the ratio of Hydro users and
3 Hydro full-time equivalents. Please explain if the proposed allocation of costs is determined
4 using the same cost allocation methodology. If not, please explain.

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7 A. The costs associated with the Learning Management System and Reporting Tools software are
8 proposed for recovery through the Information Systems Administrative Fee, which is allocated
9 based on average user (i.e. the average of the number of full-time equivalents and contractors,
10 JD Edwards users, email accounts, and number of computers). Newfoundland and Labrador
11 Hydro provides further information on the allocation in its response to PUB-NLH-002 of this
12 proceeding.

13 The administration fee associated with the Business Systems Transformation Program (“BST
14 Program”) is not being utilized for the administration of costs associated with this Application,
15 as these assets are not part of the BST Program.