

1 Q. **Depreciation**

2 Exhibit 11, page 228 of 628. Please explain what is contained in Account M10
3 (noted as mainly “studies and assessments”), particularly provide a list of the
4 investments less than 10 years in age, and indicate how these investments are
5 determined to be “in service” versus “retired”

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8 A. Account M10 contains the Holyrood asset retirement obligation totaling \$20.4
9 million as well as various studies and assessments undertaken by Hydro. This
10 balance is then reclassified out of account M10 and recorded at the rate relevant to
11 the obligation rather than M10 rate. Please refer to IC-NLH-050, Attachment 1 for a
12 complete listing of investments less than 10 years in age. The only investments
13 included in account M10 are assets in service.

Newfoundland & Labrador Hydro
Account M10 - Excluding Holyrood Accelerated Deprn Assets (Less than 10 yrs in age)
December 31, 2015

UOP	Asset Number	Asset Description	Transaction Year	Installation Year	Installation Year General Format	Deemed Cost	Original Cost
<i>UOP M10 Assets:</i>							
M10	308574	Energy Audit, Hydro Place	2015	2007	2007	4,732	17,123
M10	359203	HOLYROOD PLANT CONDITION	2015	2011	2011	1,121,592	1,339,679
M10	379633	HOLYROOD CONDITION	2015	2013	2013	590,193	590,193
M10	379634	HOLYROOD CONDITION	2015	2013	2013	991,642	991,642
M10	388902	Substation Modification	2015	2014	2014	110,378	110,378
M10	394775	BDE-MONITOR,GAS ALERT MAX XTII	2015	2015	2015	5,115	5,115
M10	395440	Condition Assessment	2015	2015	2015	315,031	315,031
Excluding Holyrood Accelerated and ARO						3,138,683	3,369,161
<i>Holyrood Asset included in M10:</i>							
M10	346807	ARO	2015	2010	2010	20,438,077	20,438,077
Holyrood ARO						20,438,077	20,438,077
Total - Including All M10 Assets (Less than 10 yrs in age)						23,576,761	23,807,239