

1    Q.    **Re Replace Network Communications Equipment p. B-83**

2            Which, if any, aspects of the proposed Network Upgrade Program will have benefit  
3            to the non-regulated operations of NALCOR and how have such benefits been  
4            accounted for?

5

6

7    A.    Direct costs for equipment for non-regulated operations were inadvertently  
8            included in the estimate for this project, which has been revised. The latest  
9            estimate for this project is now \$667,300. Costs for shared equipment that cannot  
10           be separated are allocated by charging a fee for personnel associated with non-  
11           regulated business units.