

1 Q. **Reference: Project 7 Upgrade Work Protection Code Application (2025-2026), page 6.**

2 Hydro suggests this project will provide benefit to both regulated and non-regulated operations  
3 and that the project cost will be split using Hydro’s intercompany guidelines and allocated based  
4 on users. Please identify any other capital proposals included in the 2025 Capital Budget which  
5 will benefit both regulated and non-regulated entities and confirm that the cost allocation will  
6 be determined using the intercompany guidelines.

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9 A. Newfoundland and Labrador Hydro’s (“Hydro”) Light- and Heavy-Duty Vehicles Program and  
10 capital expenditures for Hydro Place<sup>1</sup> will also provide benefits to both regulated and non-  
11 regulated entities. Consistent with the Intercompany Guidelines, Hydro recovers vehicle and  
12 equipment costs from non-regulated entities using a bill rate on time sheets on a per-usage  
13 basis. Hydro Place costs are allocated and charged to non-regulated Hydro entities through an  
14 administration fee. There are no other projects in Hydro’s 2025 Capital Budget Application that  
15 provide benefits to both regulated and non-regulated entities that utilize the Intercompany  
16 Guidelines to allocate costs.

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<sup>1</sup> Applicable scopes of work for upgrades or modifications within Hydro Place included in 2025 programs such as Modify Office Buildings and Procure Furniture, Fixtures and Equipment (2025), Perform Security Improvements (2025), and Remove Safety Hazards (2025) would be allocated per the Intercompany Guidelines.