

**Hydro One Networks Inc.  
Transmission Revenue Requirement and Rate Hearing  
2013 and 2014  
EB-2012-0031**

**INTERROGATORIES OF  
GOLDCORP CANADA LIMITED and GOLDCORP INC. (collectively "Goldcorp")  
September 5, 2012**

**CAPITAL EXPENDITURES and RATE BASE**

*Issue 11) Are the amounts proposed for rate base in 2013 and 2014 appropriate?*

**11.0-Goldcorp-1**

Please explain how bypass fees collected by Hydro One affect its revenue requirement. For example, are bypass fees treated as other revenue that is set-off from revenue requirement, or is rate base adjusted by a corresponding amount?

**11.0-Goldcorp-2**

Has Hydro One forecast a Goldcorp bypass fee in the calculation of its revenue requirement for 2013 or 2014? If not, why not? If so, please provide details.

**11.0-Goldcorp-3**

*Ref: May 28, 2012 Evidence, Exhibit D1, Tab 1, Schedule 2, Page 4 of 4, Lines 18 and 19*

(a) Please explain why the installation of a third transformer at Red Lake TS was originally included in the 2014 budget.

(b) Please explain why the installation of a third transformer at Red Lake TS was removed from the 2014 budget in Hydro One's August 15, 2012 update to its evidence.

**11.0-Goldcorp-4**

Was an adjustment made to rate base to address the stranded facilities that Hydro One believes will be bypassed by Goldcorp? If so, what was the adjustment to rate base? If not, why not?

**11.0-Goldcorp-5**

In EB-2005-0501, Hydro One proposed \$7.5M in development capital to replace the end of life transformers at the Red Lake TS. Hydro One stated the cost to advance the refurbishment of the Red Lake TS from 2010 to 2007 would be recovered through incremental transformation revenues, and therefore no capital contribution would be required.

(a) What were the actual costs for this project?

(b) What was the subsequent Net Book Value of the Red Lake TS upon completion of the project?

(c) Are any of the original three transformers at the Red Lake TS still in service?

(d) What is the outstanding amount of these advancement costs to be recovered through transformation revenues?

**11.0-Goldcorp-6**

Has ownership in the GL-01 connection facilities (the line being transferred to Hydro One by Goldcorp that was the subject of LTC EB-2011-0106) been included in Hydro One's rate base? If not, why not? If so, at what amount?