

**Exhibit # MH-19**  
**Transcript Pages #1021-1022**

**Verify the inflation rate for fiscal 2010.**

The detailed CPI inflation rates used in the “Operating, Maintenance, and Administrative cost table provided in the rebuttal evidence were misstated, although the Compounded Average Annual Increase for CPI over the period is correct at 1.7%. The following table provides corrected actual CPI data with forecasts based on IFF10:

**MANITOBA HYDRO**  
**OPERATING, MAINTENANCE & ADMINISTRATIVE COSTS**  
*(in millions of dollars)*

	Actuals					Forecast		Compounded Average Annual Increase
	<u>2005/06</u>	<u>2006/07</u>	<u>2007/08</u>	<u>2008/09</u>	<u>2009/10</u>	<u>2010/11</u>	<u>2011/12</u>	
Consolidated OM&A	\$ 375	\$ 386	\$ 391	\$ 442	\$ 456	\$ 476	\$ 482	4.3%
Less:								
Centra Gas	(53)	(54)	(56)	(60)	(61)	(63)	(64)	
Subsidiaries	(11)	(9)	(12)	(18)	(17)	(15)	(16)	
Electric OM&A	311	323	323	364	378	398	402	4.4%
Less Accounting Changes:								
CICA Changes				(10)	(13)	(13)	(13)	
Reclassifications				(3)	2	2	(3)	
Provision for Acct. Changes						(18)	(14)	
Net Electric OM&A after Accounting Changes	\$ 311	\$ 323	\$ 323	\$ 351	\$ 367	\$ 369	\$ 372	3.0%
Year over Year % Increase Net of Acctg Changes		4.1%	-0.2%	8.9%	4.3%	0.6%	0.9%	3.0%
CPI		2.0%	1.9%	2.2%	0.7%	1.6%	1.9%	1.7%

Further, according to Statistics Canada, Manitoba CPI increased by 0.2% for the month of November and 1.1% for the 12 months ending November 30<sup>th</sup>, 2010.