UNDEARTAKING J5.11

Undertaking

To explain the discrepancy in the numbers for budgeted and planned amounts in the line for the "feeder repair by weld overlay" project in Exhibit D2-T1-S2, Table 1b.

Response

In Table 1a, the “Total Project Cost” for the Feeder Repair by Weld Overlay Project is given as $53.2M. This amount is taken from the project Business Case Summary ("BCS") (Ex. D2-T1-S2, Attachment 1, Tab 32) at page 3 of 29.

In Table 1b, the “In-service 2011” amount of $40.3M reflects the project manager’s judgment at the time of BCS approval that contingency would likely not be required. (Please note that for consistency with the BCS page 26 of 29, the in-service amount in Table 1b should have read $40.7M.)

Table 1b “2010/2011 Budget” (totaling 36.8M) is the annual budget estimate amount, as available in the project budgeting system at August 2009. These are “working figures” provided for information only; they neither update nor supercede the approved BCS amounts.