

Date : 10/28/2012 10:16:06 PM

From : "Thompson, Robert"

To : "Maclean, Heather"

Cc : "Bown, Charles W." , "BrianCrawley@nalcenergy.com" , "Hammond, Lynn" , "DawnDalley@nalcenergy.com" , "Power, Glenda"

Subject : Nalcor Technical Briefing Deck

Attachment : ATT2652855.jpg;

Some suggestions and questions related to the Nalcor technical briefing deck:

Slide 2 - extra point should be that cost of Maritime Link, whatever it turns out to be, is not in the rate base for NL ratepayers.

Slide 3 - semantics maybe, but rather than "costs have increased" we should be saying "cost estimates are higher". Same point in several other slides.

Slide 7 - states 21%, but if you do straight division of 1.2/5.0, the result is 24%.

Slide 9 - all good, but need to be prepared to respond to the obvious calculation that base estimate has risen by 38% (1.5/3.8), which is higher than the amount when contingency is added.

Slide 12 - don't think it is fair to use engineering relocation as a reason for cost growth. This requirement was known months prior to Nov 2010.

- also noteworthy that the three reasons listed have nothing to do with extra engineering and PM required as a result of new DG3 additions. Is this accurate? Did all the extra EPCM costs arise from non-work related reasons? This, I think, will raise questions.

General - were there any bids or any findings that had a positive reduction in costs? If so it would be good to highlight these to show that sometimes things break our way.

Otherwise looks very good.

Robert

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**From:** Maclean, Heather  
**Sent:** Sunday, October 28, 2012 09:02 PM  
**To:** Thompson, Robert  
**Cc:** Bown, Charles W.  
**Subject:** Fyi DG3 Materials

Robert- as requested, number of backgrounder materials attached....

Heather

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**From:** KONEill@nlh.nl.ca [mailto:KONEill@nlh.nl.ca]  
**Sent:** Sunday, October 28, 2012 12:07 PM  
**To:** Maclean, Heather; Hammond, Lynn; Clarke, Susan; Brown, Milly; Marnell, Debbie; Power, Glenda; Afonso, Maria  
**Cc:** DawnDalley@nalcenergy.com <DawnDalley@nalcenergy.com>  
**Subject:** DG3 Materials

Here are the backgrounders, web ads, MHI householder flyer, website text, tech briefing and backgrounder information.

**Note: for the Backgrounder (MF Project Eng and Planning Progress V3) the PDF is meant to show how it should be laid out with the images and the text has been updated with MHI quotes. See the Word doc called Draft DG2 to DG3 Engineering & Planning Progress V3 for the updated text to use in this backgrounder.**

Website link: <http://web.m5i.com/mf/future.asp>



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You owe it to yourself, and your family, to make it home safely every day. What have you done today so that nobody gets hurt?