

Date : 2/8/2012 5:40:16 PM
 From : "Kennedy, Jerome"
 To : "Maclean, Heather"
 Subject : Re: LCP Expenditures
 Attachment : ATT335776.jpg;

What is amount spent so far by Nalcor?
 Department of Natural Resources
 Government of Newfoundland and Labrador

Sent Via BlackBerry

From: Maclean, Heather
To: Kennedy, Jerome
Cc: Bown, Charles W.
Sent: Wed Feb 08 17:34:15 2012
Subject: Fw: LCP Expenditures

Fyi

Sent Via BlackBerry

From: KONEill@nlh.nl.ca <KONEill@nlh.nl.ca>
To: Maclean, Heather
Sent: Wed Feb 08 16:41:39 2012
Subject: LCP Expenditures

Here is the spending to the end of Dec 2011.

Here's an explanation on the write off of \$118.7M.

\$118.7M spent by prior administrations between the 1970s up to 2003 which has been written off. This money was spent on a number of project expenses for the Lower Churchill Project that was for work outside Phase 1 and 2. While we still have engineering and environment reports prior to 2003, the value of these reports are dated due to the passing of time.

- **Examples of some of the work completed in 2011 on the Muskrat Falls Development:**

- EPCM and Nalcor's Engineering work
 - Detailed engineering design work, procurement strategies and updated project schedule. ○ Marine Crossing including marine surveys, field investigation and engineering.
- Environmental and Aboriginal Affairs
 - Environmental assessment for the generation projects and the environmental impact statement for the Labrador-Island Transmission Link.
 - Aboriginal Affairs Consultations with Aboriginal groups, work on the New Dawn Agreement.
- Financing
 - Work related to ratings, financial advisors, federal loan guarantee.
- Project Management and Administrative
 - Project expenditures for staff remuneration, third party professional services, rent, software, communications



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