

1 Q. **Production Evidence** In relation to line 23 at p. 3, identify the Capital  
2 Budget items in the present Application which reduce cost or improve  
3 efficiency, and quantify the reduced cost arising from each such Project.

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6 A. New projects proposed for 2005 from the Production Division are:

B-15	Purchase Dry Ice Cleaning System	This project as stated in the proposal will reduce an external services cost by approximately \$15,000 per year.
B-19	Purchase/Installation Antifouling System for Cooling Water System	This project is expected to break even on an annual basis on the operating cost. The savings are primarily in the area of efficiency, whereby it will improve efficiency by reducing fuel use by approximately 5,250 barrels per year and at the most recent price of \$32.49 save \$170,500 per year.
B-120	Application Enhancements	While efficiency improvements are anticipated in this project, they are not readily quantifiable.
B-127	End User Evergreen	Efficiency improvements are anticipated by the avoidance or minimization of breakdown. These savings are not readily qualifiable. However, when the move to evergreening was initiated, staff in this support role were reduced by three at an approximate savings of \$180,000 per year.

B-131	Peripheral Infrastructure Replacement	Efficiency improvements are anticipated by the avoidance or minimization of breakdown. These savings are not readily quantifiable.
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