

Re Application Enhancements, Schedule B, pages 68-69 (\$1,355,000)

Q. For each component (Business Support Systems, Intranet/Internet, and Operations and Engineering Enhancements), please indicate the proportion allocated to application purchase and the proportion allocated to application development.

A. The Company does not normally allocate costs to its projects in this manner.

Table 1 provides the estimated costs of the purchase of hardware and software components in the Application Purchase column. The Application Development column would include estimated costs for internal labour, consulting services, training and interest during construction associated with delivering the Business Support Systems (\$189,000), Intranet/Internet (\$147,000), and Operations and Engineering (\$661,000) enhancements.

Table 1 (000s)		
	Application Purchase	Application Development
Business Support Systems	\$78	\$111
Intranet/Internet	15	132
Operations and Engineering	\$140	\$521