

1 Q. **Reference: Table 30 – Budget Estimate, page 64.**

2 Please provide all details, assumptions and calculations supporting the Contingency
3 estimate of \$2,956,300.

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6 A. A contingency cost is added to a project estimate to cover unforeseeable costs
7 arising from uncertainties. Contingency has been set at 20 percent in this budget
8 proposal, as well as in the majority of proposals submitted and approved as part of
9 Hydro's 2013 Capital Budget application. It is applied against the total direct
10 project cost, \$14,781,600, which equals \$2,956,300. Also see the response to NP-
11 NLH-3.