Q. 1 Reference: 2016 - 2020 Capital Plan, Volume I, Appendix B, Page B5 "Given the 2 synergies between the execution of the TL 267 Project and the Lower Churchill 3 Project, the Lower Churchill Management Corporation will provide all project 4 management, engineering and construction management services for this Project." 5 Provide the analysis completed by Hydro that confirms provision of all project 6 management, engineering and construction management services for this project 7 by the Lower Churchill Management Corporation will result in the project being 8 completed at the lowest possible cost consistent with safe, reliable electric service. 9 10 11 A. The \$23 million of budget services being provided to Hydro by the Lower Churchill 12 Management Corporation for project management, engineering and construction 13 management of the \$291 million Bay d'Espoir to Western Avalon transmission line 14 capital project are similar to those already being executed for the Lower Churchill 15 Project. 16 17 The team completing this project are designing and executing using Hydro's 18 standards that follow Hydro's project management practices, which include: 19 cost control; 20 change management; 21 regular and consistent tracking against schedule; 22 project team meetings for project issues and solves; 23 compliance with the Public Tender Act; and 24 Hydro inter-company costing guidelines.

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- 1 The capital project also includes engagement and oversight from Hydro's Project
- 2 Execution and Technical Services department to ensure that the project is
- 3 completed at the lowest cost consistent with safe, reliable electric service.