

1 Q. **Reference: Rewind Rotor and Install Flux Probe Unit 3, Volume I, Section C, Page**
2 **C-12**

3 Paragraph V. A. 2. C. i. of the *Capital Budget Application Guidelines* (the
4 “Guidelines”) defines Clustered Expenditures as those which would logically be
5 undertaken together. The Guidelines require that clustered expenditures are to be
6 divided between items that are “inter-dependent” and those which are “related”.
7 With respect to the *Rewind Rotor and Install Flux Probe Unit 3* described in the
8 report at Tab 5 of Volume 2 and the *Overhaul Steam Turbine Generator Unit 3*
9 project described at Volume I, Section C, page C-8, please indicate whether these
10 projects may be defined as “clustered expenditures” within the meaning of the
11 Guidelines. If so, which items are “inter-dependent” and which are related only? If
12 not, why not?

13
14
15 A. Hydro filed the projects separately due to the differing work packages, skill sets,
16 and work types between the two projects.

17
18 While not filed as clustered, the projects could likely also have been presented as
19 “clustered”. If the projects had been presented as “clustered”, the projects would
20 then be classified as “related” as, due to benefits of coincident work, it is planned to
21 undertake both projects during the same planned Unit 3 outage.

22
23 Hydro will consider all circumstances where projects can be “clustered”.