

1 Q. With respect to Exhibit 5(b), Section 5.2, please provide details relating to the
2 owner's costs (8.7% of Total Direct Costs) as set out in the cost estimates of Island
3 Pond?

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6 A. In consideration of the level of engineering and degree of project definition
7 completed for Island Pond, the cost estimate for Island Pond is considered
8 screening or feasibility level estimates. To this effect, the owner's cost has been
9 estimated as a fixed percentage of total direct cost.