

1 Q. What is the degree or range of accuracy used by Nalcor Energy with respect to the
2 Decision Gate 2 estimates for the Muskrat Falls Project and the Labrador-Island
3 Transmission Link that have been provided to the Board?
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6 A. With reference to Nalcor's response to PUB-Nalcor-42, Nalcor has followed the
7 AACE International practices and has carried out a risk analysis and in consideration
8 of the mature technology, high quality of reference cost data and best practice
9 estimating process followed has determined that a contingency of 15 percent to the
10 base estimate provided a P50 Capital Cost Estimate is appropriate.