

- 1 Q. Please indicate if the cost as shown \$291 million is a DG3 level estimate and does it
2 include interest during construction.
3
- 4 A. Hydro interprets this question to refer to whether the cost shown is a "Class 3"
5 estimate. The project is in a Class 3 level estimate stage as defined by AACE
6 International Recommended Practice No. 17R-97, "Cost Estimate Classification
7 System". (See Matrix below for estimate classes) The estimate does include
8 interest during construction (IDC).
9

Estimate Class	Level of Proj. Definition	End Usage	Methodology	Expected Accuracy Range
5	0 – 2%	Screening/ Feasibility	Stochastic/Judgment	L: -20% to -50% H: +30% to 100%
4	1% – 15%	Concept Study	Primarily Stochastic	L: -15% to -30% H: +20% to +50%
3	10% – 40%	Budget/ Authorization	Semi-detailed unit costs/Mixed/Primarily Stochastic	L: -10% to -20% H: +10% to +30%
2	30% – 75%	Control, Bid/Tender	Detailed unit costs/Primarily Deterministic	L: -5% to -15% H: +5% to +20%
1	50% – 100%	Check Estimate	Deterministic	L: -3% to -10% H: +3% to +15%