

AMPCO Interrogatory #001

Ref: Ex. D2-T1-S1, page 19 (regarding accounting for P2/3 isolation)

Issue Number: 1.1

Issue: Has OPG responded appropriately to all relevant Board directions from previous proceedings?

Interrogatory

OPG has demonstrated eligibility for recovery of P2/3 safe storage costs from ONFA decommissioning funds.

- a) Please indicate the effect of this withdrawal on the fund and the change in required contributions to the fund in future attributable to the P2/3 safe storage costs.
- b) Please provide a reconciliation of the costs for P2/3 safe storage and isolation relative to the original project approved by OPG's Board of Directors.

Response

- a) The approved 2006 Ontario Nuclear Funds Agreement ("ONFA") reference plan included the safe storage costs of P2/P3 in the decommissioning cost estimates. Therefore, the withdrawal from the Decommissioning Fund for these costs has no impact on the Fund position or contribution profile as these costs were already accounted for in the Fund. Based on the reference plan, the Decommissioning Fund was determined to be fully funded and no additional contribution is required.
- b) For the P2/P3 Isolation Project, the OPG Board of Directors originally approved a release quality estimate of \$105.6M (\$38.5M capital in Ex. D2-T1-S2, Table 1a, line 14, and \$67.1M OM&A in Ex. F2-T3-S3, Table 1, line 3). Ex. D2-T1-S2, Table 1b, line 14 provides an updated 2010 capital in-service forecast of \$39.5M. The OM&A projected completion cost (2010) is \$67.6M. For the P2/P3 safe storage project, the original release quality estimate was \$243.2M and the projected completion cost for the project is \$239.4M.