

**OPG Response to Matters Under Advisement
at the Technical Conference**

Reference

OPG Technical Conference – May 13, 2008
Transcript Reference: page 99 line 7

Response

OPG consulted R.J. Rudden Associates (Rudden) who identified five general areas of questioning, as listed below, that Rudden followed in conducting the interviews of OPG personnel. Rudden used these questions as a starting point for more detailed questions that would have been specific to each group/department.

1. Identify the departments that are included in your group.
2. Discuss the services that are provided to the business units by the group and by each department. Discuss the activities that are performed in providing these services.
3. Confirm the 2006 budget by department, including the portions for a) labor (fully costed), b) contracted services and c) all other.
4. If your group (departments) provided time estimates that were used in the allocation method, discuss how the estimates were arrived at (e.g., employee surveys, manager interviews, etc) and what documentation exists.
5. For each department, help think through how to reasonably allocate the total budgeted cost among the activities identified in 2 above. Then, for each department, allocate the cost of each activity among the business units and then among the generating stations. This should include direct assignment where possible (time estimates are considered direct assignment) and selection of appropriate allocators otherwise.

The Rudden report at Ex. F4-T1-S1, page 15-16, section III D "Task 4: Interviewed OPG Personnel" discusses the purpose of the interviews conducted by Rudden as well as the conclusions reached by Rudden as a result of the interviews.