

## OEB Staff Summary of the Evidence on Costs

### Development Costs of NextBridge-EWT and Hydro One-LSL Proposals

|                          | NextBridge                      | Hydro One                       |
|--------------------------|---------------------------------|---------------------------------|
| <b>Development Costs</b> | <b>\$40,127,000<sup>1</sup></b> | <b>\$16,972,000<sup>2</sup></b> |

### Construction Costs of NextBridge-EWT and Hydro One-LSL Proposals

|    | Category                                     | NextBridge           | HONI – Through the Park <sup>3</sup>  | HONI- Around the Park <sup>4</sup>    |
|----|--|----------------------|---------------------------------------|---------------------------------------|
|    | Route Length                                 | 443 km               | 403 km                                | 443 km                                |
| 1  | Engineering, Design & Procurement            | \$19,342,245         | \$16,304,000                          | \$18,289,939                          |
| 2  | Materials & Equipment                        | \$89,408,231         | \$58,713,000                          | \$64,584,000                          |
| 3  | Environmental Approval/Monitoring/Mitigation | \$13,030,561         | \$2,423,000                           | \$2,422,851                           |
| 4  | Land Rights                                  | \$23,830,512         | \$10,558,000                          | \$10,558,054                          |
| 5  | Indigenous Participation                     | \$7,000,000          | Included in 8 – Site Clearing, Access | Included in 8 – Site Clearing, Access |
| 6  | Indigenous Consultation                      | \$13,211,000         | \$3,615,000                           | \$3,614,637                           |
| 7  | Other Stakeholder Engagement                 | \$2,530,194          | \$30,000                              | \$30,000                              |
| 8  | Site Clearing, Access                        | \$107,463,339        | 104,339,000                           | \$116,860,000                         |
| 9  | Construction                                 | \$356,547,573        | \$355,530,000                         | \$373,232,000                         |
| 10 | Site Remediation                             | \$13,898,699         | Included in 8 - Site Clearing, Access | Included in 8 – Site Clearing         |
| 11 | Interest During Construction                 | \$31,003,000         | \$43,845,000                          | \$46,388,481                          |
| 12 | Contingency                                  | \$49,339,445         | \$5,401,000                           | \$5,401,254                           |
| 13 | Regulatory                                   | \$5,405,078          | Included in 15 - Overhead             | Included in 15 - Overhead             |
| 14 | Project Management                           | \$4,900,644          | \$6,085,000                           | \$6,085,000                           |
| 15 | Overhead                                     |                      | \$8,506,000                           | \$8,887,658                           |
| 16 | Other Costs                                  |                      | \$9,451,000                           | \$9,481,000                           |
|    | <b>Total Cost – Construction</b>             | <b>\$736,970,521</b> | <b>\$624,800,000</b>                  | <b>\$665,834,874</b>                  |

### Annual OM&A Cost of NextBridge-EWT and Hydro One-LSL Proposals

|    | Category   | NextBridge               | HONI – Through the Park | HONI- Around the Park |
|----|--|--------------------------|-------------------------|-----------------------|
| 17 | NextBridge: Maintenance                          | \$1,218,147              |                         |                       |
|    | NextBridge: Operations                           | \$54,000                 |                         |                       |
| 18 | NextBridge: Regulatory                           | \$205,000                |                         |                       |
| 19 | NextBridge: Compliance, including administration | \$2,449,000 <sup>5</sup> |                         |                       |
| 20 | Hydro One: Vegetation Maintenance                |                          | \$340,000               |                       |
| 21 | Hydro One: Overhead Lines Maintenance            |                          | \$277,000               |                       |
| 22 | Hydro One: Operations                            |                          | \$647,000               |                       |
| 23 | Hydro One: Administration                        |                          | \$235,000               |                       |
|    | <b>Average Total Annual OM&amp;A Costs</b>       | <b>\$3,926,147</b>       | <b>\$1,499,000</b>      |                       |

<sup>1</sup> Based on information provided in response to VECC Interrogatory 1 at Exhibit I, NextBridgeVECC.1, Page 1 of 2, filed on September 24, 2018.

<sup>2</sup> Based on updated information provided in response to OEB Staff Interrogatory 11 at Exhibit I, Tab 1, Schedule 11, Page 2 of 8, filed on September 24, 2018.

<sup>3</sup> Based on updated information provided in response to OEB Staff Interrogatory 11 at Exhibit I, Tab 1, Schedule 11, Page 6 of 8, filed on September 24, 2018.

<sup>4</sup> Based on information provided in response to Undertaking JT.2.20 at Exhibit JT2.20, filed on May 25, 2018, updated to reflect changes in response to OEB Staff Interrogatory 11 at Exhibit I, Tab 1, Schedule 11 filed September 24, 2018.

<sup>5</sup> Based on updated information provided in response to OEB Staff Interrogatory 54(g) at Exhibit I, NextBridge.STAFF.54, Page 4 of 5, filed on September 24, 2018.