

## UNDERTAKING J14.7

### Undertaking

For the Pickering Return to Service (RTS) costs, to break out the cost of the incremental organization from the \$271 million total cost.

### Response

The table below breaks out the Pickering RTS total cost by its primary cost elements (i.e., internal labour, internal overtime, purchased contractor services, and materials). The internal labour amounts cover those staff in the Pickering RTS organization and other staff in OPG that were dedicated and funded 100% by the RTS project. As this organization and these additional staff were incremental to the requirements of OPG to run its operating units, they are all considered to be incremental resources.

		YEAR				
PC_Unit	Resource Type	2005	2006	2007	Total	
RTS General	Labour	1.3	0.8		2.1	
	Overtime	0.1	0.2		0.3	
	Material	0.2	0.0		0.2	
	Purchase Service	9.2	7.6	0.1	16.9	
00 Total		10.8	8.6	0.1	19.5	
Unit 1	Labour	28.6	1.6		30.2	
	Overtime	12.0	0.1		12.1	
	Material	8.5	(1.2)		7.3	
	Purchase Service	227.9	3.5		231.4	
	Overhead Credit	(48.9)	-		(48.9)	
01 Total		228.1	4.0		232.1	
Unit 2	Labour	1.4			1.4	
	Overtime	0.3			0.3	
	Material	0.2			0.2	
	Purchase Service	14.0			14.0	
02 Total		16.0			16.0	
Unit 3	Labour	0.2			0.2	
	Overtime	0.1			0.1	
	Material	0.4			0.4	
	Purchase Service	2.7			2.7	
03 Total		3.4			3.4	
						<b>% of Total</b>
	Labour	31.6	2.4	-	33.9	<b>11%</b>
	Overtime	12.5	0.3	-	12.8	<b>4%</b>
	Material	9.3	(1.2)	-	8.1	<b>3%</b>
	Purchase Service	253.9	11.1	0.1	265.1	<b>83%</b>
	Overhead Credit	(48.9)	-	-	(48.9)	
Grand Total		258.3	12.6	0.1	271.0	

Filed: 2008-06-25

EB-2007-0905

J14.7

Page 2 of 2

1 None of the costs in the table are allocated costs from support functions. All were  
2 incurred directly in support of the RTS project.

3

4 The amount in the table for "overhead credit" reflects the amount of common costs that  
5 were allocated to the capital portion of the RTS project. This amount was excluded from  
6 the PARTS Deferral Account.

7

8 The vast majority of costs in the deferral account were from external purchased services  
9 that OPG paid for directly (83%).

10