

Q. **Reference: Application, Capital Programs and Projects, Overhaul Turbine Valves and Generator – Unit 2 (2026) – Holyrood, page 8**

Using the format of Table 2 please provide a table comparing the cost of the 2020 overhaul of valve and turbines with proposed 2026 CBA project estimate and provide explanations for the differences.

A. Please refer to Table 1 for the cost of the 2020 overhaul of valve and turbines and the proposed 2026 Capital Budget Application project estimate. For comparison purposes, the actual cost of the program in 2020 has been escalated to 2026 dollars.

Table 1: Project Estimate - Overhaul Unit 2 Turbine Valves and Generator (\$000)

Project Cost	2020 Actuals Escalated	2026 Project Estimate
Material Supply	207.4	220.0
Labour	417.6	481.3
Consultant	3.1	25.0
Contract Work	5,048.4	5,012.5
Other Direct Costs	3.9	-
Interest During Construction and Escalation	167.3	350.6
Contingency	-	880.1
Total	5,847.7	6,969.6

The largest discrepancies can be observed in the interest during construction and escalation costs, as the escalation indices used are indicative of changing market prices and trends. Additionally, the contingency originally estimated for the 2020 project would have been allocated as required to other project costs during execution.