

Undertaking # 25

To provide the breakdown of the 5.3 estimated increased operating cost as a result of the PDR initiative.

RESPONSE:

PDR Net New Operating Expenses	
Expense Category	Expense Amount
Mitchell Software Licensing ¹	\$3,500,000
TBD ²	\$1,300,000
Incremental Technical Support Staffing Expenses	\$500,000
Total	\$5,300,000

¹ Base Mitchell Software Licensing expenses of \$1.5M (prior to PDR)

² As the PDR project develops it is anticipated that the Corporation will incur some additional costs; however, enhanced business and audit solutions are being developed to mitigate this risk.