

Company Name: Con Edison  
Case Description: Con Edison Electric, Gas & Steam Rate Cases  
Case: 13-E-0030, 13-G-0031, 13-S-0032

Response to DPS Interrogatories – Set DPS-78  
Date of Response: 07/18/2013  
Responding Witness: Shared Services Panel

Question No. :0767

Subject: Facilities Building and Yards (Critical Infrastructure Program) - This is a follow up to the Company's response to DPS-535 in which the Company stated that projects under Facilities Building and Yards- (Critical Infrastructure) program did not exist, but they were listed under "Other" category to capture projects not considered to be independently monitored or part of the program. 1. Provide budgeted expenditure for those projects considered Critical Infrastructure for the years 2008 through 2012. On page 31 of its rebuttal testimony, the Company's SSP states that response to DPS-535 did not contain the proper historical expenditures levels for the critical infrastructure projects. On page 32 of the rebuttal testimony the Company's SSP provides what it states is a corrected level of expenditures. The following table shows a comparison of the actual level of expenditures for the Critical Infrastructure Program provided in the original response to DPS-535 and provided in the Company's SSP rebuttal testimony: Year Actual Spend From response to DPS- 535 (\$000) Actual Spend From response to DPS- 535 (\$000) 2008 8.5 20 2009 13 21 2010 10 14 2011 7.5 16 2012 6.6 11 3. Explain why the levels of expenditures originally provided in response to DPS-535 are not correct. 4. Provide contractors' receipts and journal entries to substantiate the amounts expended on Facilities Building and Yards (Critical Infrastructure) for the years 2008, 2009, 2010, 2011, and 2012.

Response:

1. Provide budgeted expenditure for those projects considered Critical Infrastructure for the years 2008 through 2012.

See Update/Rebuttal Testimony Exhibit SSP-19, pages 1 through 5.

2. There is no part 2 to this question.

3. Explain why the levels of expenditures originally provided in response to DPS-535 are not correct.

In providing the initial response to this question, employees did not take into account all the information regarding all the projects.

4. Provide contractors' receipts and journal entries to substantiate the amounts expended on Facilities Building and Yards (Critical Infrastructure) for the years 2008, 2009, 2010, 2011, and 2012.

The following contains the actual amounts expended on these projects by the element of expenses (EOE's) that reflect journal entries and contractors' receipts for the 134 projects comprising the Facilities Building and Yard (Critical Infrastructure) program for the years 2008, 2009, 2010, 2011, and 2012. As a baseline guide, Company Labor represents 4% of the aggregate total, Company Overheads represents 30% of the aggregate total, and Accounts Payable (contractor material, contractor labor, supplies, equipment) represents 66% of the actual total. Compiling the receipts for these projects would require a significant undertaking which we would be unable to complete in a short timeframe.

<b>Critical Infrastructure 2008</b>				
<b>Project Name</b>	<b>Actual Aggregate Spend (000's)</b>	<b>Actual Company Labor (000's)</b>	<b>Actual Overheads (000's)</b>	<b>Actual Accounts Payable (000's)</b>
Rye HQ Lan Rm 205 AC	\$ 125	\$ 5	\$ 38	\$ 83
Rye HW - Cable Monitoring System	\$ 47	\$ 2	\$ 14	\$ 31
Exterior St - Dock Rehabilitation	\$ 298	\$ 12	\$ 89	\$ 197
Exterior St - Sidewalk	\$ 164	\$ 7	\$ 49	\$ 108
Eastview - Storeroom Platform Rebuild	\$ 937	\$ 37	\$ 281	\$ 618
Van Nest S/B Bldg 1 - Compressor modifications / replacement	\$ 1,608	\$ 64	\$ 482	\$ 1,061
TLC - Library Reno to Library/Testing Center	\$ 100	\$ 4	\$ 30	\$ 66
TLC - Chiller and Cooling Tower Replacement	\$ 1,479	\$ 59	\$ 444	\$ 976
Kissena Blvd Relocation	\$ 5	\$ 0	\$ 2	\$ 3
Astoria - Sidewalk Repair	\$ 327	\$ 13	\$ 98	\$ 216
Astoria - Mobile Electric Generator (MEG)	\$ 550	\$ 22	\$ 165	\$ 363
Astoria - Boiler Replacement	\$ 76	\$ 3	\$ 23	\$ 50
Astoria - Water Main Replacement	\$ 1,497	\$ 60	\$ 449	\$ 988
Flatbush Ave - Rm 520 LAN Room A/C	\$ 293	\$ 12	\$ 88	\$ 193
Flatbush Ave - Rear Loading Dock Heater Relocation	\$ 2	\$ 0	\$ 1	\$ 1
Relocation of Meter Operations / Foster Ave	\$ 10	\$ 0	\$ 3	\$ 7
3rd Ave - Main Building	\$ 6,327	\$ 253	\$ 1,898	\$ 4,176

3rd Ave - Wireless Technology	\$ 42	\$ 2	\$ 13	\$ 28
3rd Ave - Trans Garage Floor Paint	\$ 167	\$ 7	\$ 50	\$ 110
Flatbush Ave - Perimeter HVAC Program (Multi Year Project)	\$ 78	\$ 3	\$ 23	\$ 51
Davis Ave - Access Ladder & Walkway	\$ 67	\$ 3	\$ 20	\$ 44
Davis Ave - Chiller / Absorber Unit	\$ 57	\$ 2	\$ 17	\$ 38
Victory Blvd - Office Renovation	\$ 55	\$ 2	\$ 17	\$ 36
Davis Ave - Security Project	\$ 52	\$ 2	\$ 16	\$ 34
16th Street Renovations	\$ 201	\$ 8	\$ 60	\$ 133
14th Floor Conference Room 1406	\$ 115	\$ 5	\$ 35	\$ 76
Irving Place - Security Card Swipe System for 55 LAN Rooms	\$ 296	\$ 12	\$ 89	\$ 195
Irving Place - Concrete Pads for Waste and Trash Containers	\$ 180	\$ 7	\$ 54	\$ 119
Irving Place - Emergency Generator Upgrade	\$ 1,413	\$ 57	\$ 424	\$ 933
Irv PI - Room 1616 Renovation	\$ 57	\$ 2	\$ 17	\$ 38
Irv PI - Air Handler Replacemet 6SW	\$ 10	\$ 0	\$ 3	\$ 7
Irving Place - Cooling Tower Jib Crane	\$ 40	\$ 2	\$ 12	\$ 26
Irving Place - Cooling Tower Electrical Upgrades	\$ 25	\$ 1	\$ 8	\$ 17
Irv PI - Security DVR System	\$ 62	\$ 2	\$ 19	\$ 41
Irv PI - 7th Floor Renovation for Security	\$ 1,712	\$ 68	\$ 514	\$ 1,130
WEA - East Control Room	\$ 924	\$ 37	\$ 277	\$ 610
WEA - West Control Room Renovation	\$ 647	\$ 26	\$ 194	\$ 427
<b>Grand Total</b>	<b>\$ 20,045</b>	<b>\$ 802</b>	<b>\$ 6,014</b>	<b>\$ 13,230</b>

Critical Infrastructure 2009

<b>Project Name</b>	<b>Actual Spend (000's)</b>	<b>Actual Company Labor (000's)</b>	<b>Actual Overheads (000's)</b>	<b>Actual Accounts Payable (000's)</b>
Rye - 2nd and 3rd Floor UPS	\$ 75	\$ 3	\$ 23	\$ 50
RYE - Water Main Replacement - Phase A	\$ 871	\$ 35	\$ 261	\$ 575
Rye - Spandrel Beam Repair	\$ 807	\$ 32	\$ 242	\$ 533
Yard Resurfacing (Bruckner, 28th St)	\$ 450	\$ 18	\$ 135	\$ 297
Van Nest - Resurfacing / Paving	\$ 450	\$ 18	\$ 135	\$ 297
Van Nest - Renovate 2nd Flr East & Middle Mezz Offices	\$ 3,153	\$ 126	\$ 946	\$ 2,081
Van Nest - Office Renovation (Gristedes)	\$ 904	\$ 36	\$ 271	\$ 597
Van Nest - Remove Boilers and Install AC Unit	\$ 129	\$ 5	\$ 39	\$ 85
TLC - Chiller and Cooling Tower Replacement	\$ 1,394	\$ 56	\$ 418	\$ 920
TLC - Install Equipment Monitoring System	\$ 47	\$ 2	\$ 14	\$ 31
Astoria - Water Main Replacement	\$ 40	\$ 2	\$ 12	\$ 26
Astoria - Mobile Electric Generator (MEG)	\$ 14	\$ 1	\$ 4	\$ 9
Flatbush Ave - Basement Wall Repair	\$ 590	\$ 24	\$ 177	\$ 389
Flatbush Ave - LAN Room 520A	\$ 181	\$ 7	\$ 54	\$ 119
3rd Ave - Main Building	\$ 89	\$ 4	\$ 27	\$ 59
3rd Ave - Building 2,3,4 Demo/Wall Preservation	\$ 578	\$ 23	\$ 173	\$ 381
3rd Ave - Wireless Technology	\$ 24	\$ 1	\$ 7	\$ 16
3rd Ave Yard - Provide Cooling to Locker Rooms	\$ 340	\$ 14	\$ 102	\$ 224
Cleveland St - Block Heaters Electric Feeds	\$ 196	\$ 8	\$ 59	\$ 129
Cleveland St - Rear/Trans Building Façade	\$ 127	\$ 5	\$ 38	\$ 84
Davis Ave - Call Center	\$ 1,302	\$ 52	\$ 391	\$ 859

for Temporary Employees				
Davis Ave - Security Project	\$ 438	\$ 18	\$ 131	\$ 289
Victory Blvd - Garage H & V Unit	\$ 116	\$ 5	\$ 35	\$ 77
16th Street Renovation	\$ 203	\$ 8	\$ 61	\$ 134
WEA - East Control Room	\$ 3,476	\$ 139	\$ 1,043	\$ 2,294
WEA- Liebert Units	\$ 16	\$ 1	\$ 5	\$ 11
110th St S/C - Locker Room & Bathroom Renovations	\$ 486	\$ 19	\$ 146	\$ 321
111 Broadway (LL26 Related)	\$ 1,632	\$ 65	\$ 490	\$ 1,077
Irving Place - Emergency Generator Upgrade (phase B)	\$ 2,566	\$ 103	\$ 770	\$ 1,694
Irv Pl - 16th Fl Renovation of Secretary's Office	\$ 353	\$ 14	\$ 106	\$ 233
Irv Place - 6th Floor Air Handler	\$ 45	\$ 2	\$ 14	\$ 30
Irv Place - Security Cameras	\$ 248	\$ 10	\$ 74	\$ 164
<b>Grand Total</b>	<b>\$ 21,340</b>	<b>\$ 854</b>	<b>\$ 6,402</b>	<b>\$ 14,084</b>

Critical Infrastructure 2010				
Project Name	Actual Spend (000's)	Actual Company Labor (000's)	Actual Overheads (000's)	Actual Accounts Payable (000's)
Rye - 2nd and 3rd Floor UPS	\$ 95	\$ 4	\$ 29	\$ 63
Eastview - Chemical Treatment Station	\$ 33	\$ 1	\$ 10	\$ 22
Eastview Locker Room Air Unit	\$ 45	\$ 2	\$ 14	\$ 30
Eastview Wellness Office	\$ 180	\$ 7	\$ 54	\$ 119
Yard Resurfacing (Bruckner, 28th St)	\$ 1,167	\$ 47	\$ 350	\$ 770
Van Nest Main Boiler	\$ 342	\$ 14	\$ 103	\$ 226
Van Nest - Renovate 2nd Flr East & Middle Mezz	\$ 359	\$ 14	\$ 108	\$ 237

Offices				
Van Nest - Remove Boilers and Install AC Unit	\$ 415	\$ 17	\$ 125	\$ 274
TLC - Install Equipment Monitoring System	\$ 9	\$ 0	\$ 3	\$ 6
Astoria - Mobile Electric Generator (MEG)	\$ 1	\$ 0	\$ 0	\$ 1
Astoria - Building 136 Cafeteria AC	\$ 190	\$ 8	\$ 57	\$ 125
Astoria - LAN Room AC	\$ 219	\$ 9	\$ 66	\$ 145
Flatbush Avenue - EDG Upgrade	\$ 115	\$ 5	\$ 35	\$ 76
Flatbush Avenue - Basement Wall Repair	\$ 360	\$ 14	\$ 108	\$ 238
Flatbush Ave - LAN Room 520A	\$ 42	\$ 2	\$ 13	\$ 28
Flatbush Ave - AC Compressors	\$ 267	\$ 11	\$ 80	\$ 176
Flatbush Ave - Garage Electrical Panels	\$ 139	\$ 6	\$ 42	\$ 92
Atlantic Ave - Rear Landing Replacement	\$ 76	\$ 3	\$ 23	\$ 50
3rd Ave - Main Building	\$ 32	\$ 1	\$ 10	\$ 21
3rd Ave Yard - Bldgs 2,3,4 Demolition	\$ 817	\$ 33	\$ 245	\$ 539
Gowanus S/S - Heaters	\$ 145	\$ 6	\$ 44	\$ 96
Davis Ave - Call Center	\$ 58	\$ 2	\$ 17	\$ 38
Davis Ave - Security Project	\$ 1,874	\$ 75	\$ 562	\$ 1,237
Victory Blvd - Garage H & V Unit	\$ 98	\$ 4	\$ 29	\$ 65
WEA - East Control Room	\$ 523	\$ 21	\$ 157	\$ 345
WEA- Liebert Units	\$ 514	\$ 21	\$ 154	\$ 339
16th St - Parking Lot Catch Basin Evaluation	\$ 85	\$ 3	\$ 26	\$ 56
124st Project	\$ 3,601	\$ 144	\$ 1,080	\$ 2,377
Irv Place - Cornice Structural Beam	\$ 259	\$ 10	\$ 78	\$ 171
Irv Place - Cafeteria Dishwasher Replacement	\$ 540	\$ 22	\$ 162	\$ 356
Irv Place - Emergency Generator Upgrade	\$ 958	\$ 38	\$ 287	\$ 632

Irv Place - Cooling Tower	\$ 42	\$ 2	\$ 13	\$ 28
Irv Place - Security Cameras	\$ 11	\$ 0	\$ 3	\$ 7
Irv Place - Room 723 A/C	\$ 287	\$ 11	\$ 86	\$ 189
Irv Place - Cooling Tower Piping	\$ 47	\$ 2	\$ 14	\$ 31
<b>Grand Total</b>	<b>\$ 13,945</b>	<b>\$ 558</b>	<b>\$ 4,184</b>	<b>\$ 9,204</b>

<b>Critical Infrastructure 2011</b>				
<b>Project Name</b>	<b>Actual Spend (000's)</b>	<b>Actual Company Labor (000's)</b>	<b>Actual Overheads (000's)</b>	<b>Actual Accounts Payable (000's)</b>
Eastview - 30 Ton Yazaki Chiller	\$ 203	\$ 8	\$ 61	\$ 134
Van Nest Main Boiler	\$ 2,529	\$ 101	\$ 759	\$ 1,669
Astoria - A12 Dock	\$ 3,712	\$ 148	\$ 1,114	\$ 2,450
3rd Ave Yard - Bldgs 2,3,4 Demolition	\$ 1,912	\$ 76	\$ 574	\$ 1,262
Flatbush Avenue - EDG Upgrade	\$ 1,791	\$ 72	\$ 537	\$ 1,182
WEA - Replace Chillers, Pumps, Condensers	\$ 1,009	\$ 40	\$ 303	\$ 666
Irv Place - Men's Bathroom and Locker Room	\$ 651	\$ 26	\$ 195	\$ 430
Irving Place - Cornice Structural Beam	\$ 799	\$ 32	\$ 240	\$ 527
Irving Place - Cooling Tower Piping	\$ 1,801	\$ 72	\$ 540	\$ 1,189
Irving Place - Quincy Air Compressor	\$ 40	\$ 2	\$ 12	\$ 26
Miscellaneous Carryovers - In Flight 2010 projects	\$ 1,492	\$ 60	\$ 448	\$ 985
<b>Grand Total</b>	<b>\$ 15,939</b>	<b>\$ 638</b>	<b>\$ 4,782</b>	<b>\$ 10,520</b>

<b>Critical Infrastructure 2012</b>				
<b>Project Name</b>	<b>Actual Spend (000's)</b>	<b>Actual Company Labor (000's)</b>	<b>Actual Overheads (000's)</b>	<b>Actual Accounts Payable (000's)</b>
Bruckner sinking floor Corrective Work	\$ 318	\$ 13	\$ 95	\$ 210

Van Nest Yard Sink Hole Project	\$ 59	\$ 2	\$ 18	\$ 39
Van Nest - Building #1 West Entrance Marquee Upgrade	\$ 5	\$ 0	\$ 2	\$ 3
Farrington Construction Relocation Trailer Build Out - Astoria Muster Room	\$ 173	\$ 7	\$ 52	\$ 114
Astoria - A11 Dock	\$ 1,029	\$ 41	\$ 309	\$ 679
Astoria PCB Shed Upgrades	\$ 1,610	\$ 64	\$ 483	\$ 1,063
Lefrak Construction Relocation from Queens Blvd	\$ 1,484	\$ 59	\$ 445	\$ 979
Flatbush EDG	\$ 267	\$ 11	\$ 80	\$ 176
30 Flatbush 1st Floor Demolition / Renovation	\$ 387	\$ 15	\$ 116	\$ 255
3rd Avenue North Garage Drain	\$ 267	\$ 11	\$ 80	\$ 176
Gowanus Construction Relocation Trailer Build Out - 788 Third Ave	\$ 813	\$ 33	\$ 244	\$ 537
Irv Place - Cornice Structural Beam	\$ 1,930	\$ 77	\$ 579	\$ 1,274
Irv. Place - Condenser Water Piping Replacement	\$ 731	\$ 29	\$ 219	\$ 482
WEA - Chiller and Condenser Water Piping Replacement	\$ 260	\$ 10	\$ 78	\$ 172
5th floor Transformer Noise Attenuation	\$ 70	\$ 3	\$ 21	\$ 46
Irving Place Roof Cameras	\$ 3	\$ 0	\$ 1	\$ 2
East View - MAU Replacement	\$ 25	\$ 1	\$ 8	\$ 17
Astoria - Warehouse Building Roof HVAC	\$ 639	\$ 26	\$ 192	\$ 422
Van Nest Boilers	\$ 1,142	\$ 46	\$ 343	\$ 754
<b>Grand Total</b>	<b>\$ 11,212</b>	<b>\$ 448</b>	<b>\$ 3,364</b>	<b>\$ 7,400</b>