

SMD2 Project Financial Update

Budget vs. Actual – May 5, 2004



- Original project budget presented in 2002 and submitted with 2003 NYISO budget:

Project	2003	2004	2005	2006	Total
RTS	3.8	1.7	–	–	5.5
EMS/SCADA	3.5	1.0	–	–	4.5
EAI	2.1	2.4	1.3	0.5	6.3
Training Env.	2.5	1.0	–	–	3.5
Hardware**	3.0	6.0	6.0	3.0	18.0
Labor	5.7	5.7	2.2	–	13.6
Total (\$MM)	20.6	17.8	9.5	3.5	51.4

**Hardware costs represent financed estimates

- Updated project budget represented in approved 2003 and 2004 NYISO budgets:

Project	2003	2004	2005	2006	Total
RTS	3.7	0.8	–	–	4.5
EMS/SCADA	3.5	7.6	–	–	11.1
EAI	0.7	0.9	1.3	0.5	3.4
Training Env.	2.5	–	–	–	2.5
Hardware**	10.8	8.4	–	–	19.2
Labor	6.6	3.4	–	–	10.0
Total (\$MM)	27.8	21.1	1.3	0.5	50.7

*IT Department Budgets

**Hardware costs represent non-financed values

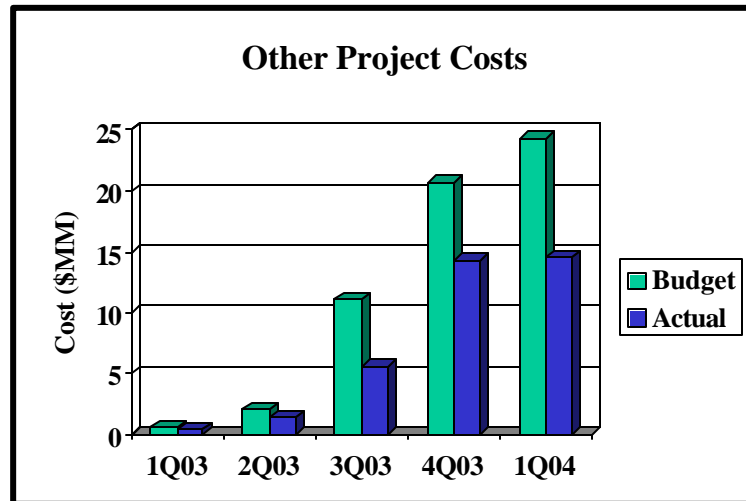
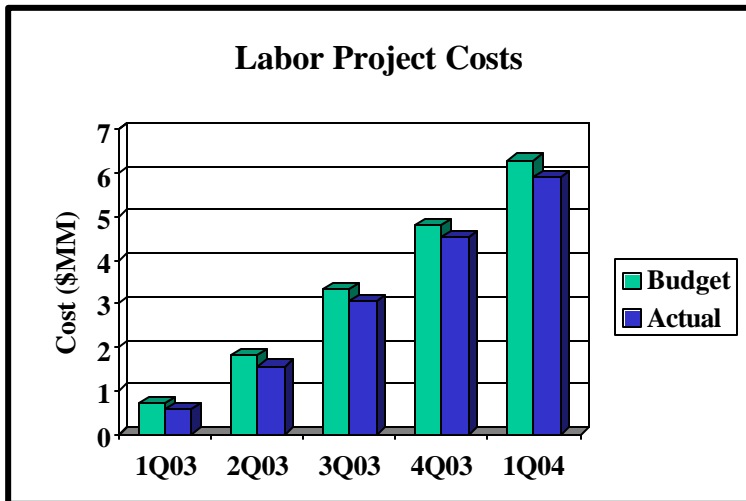
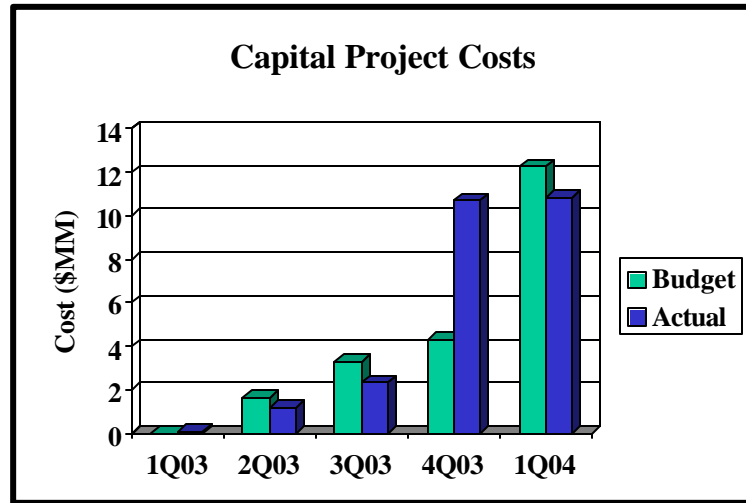
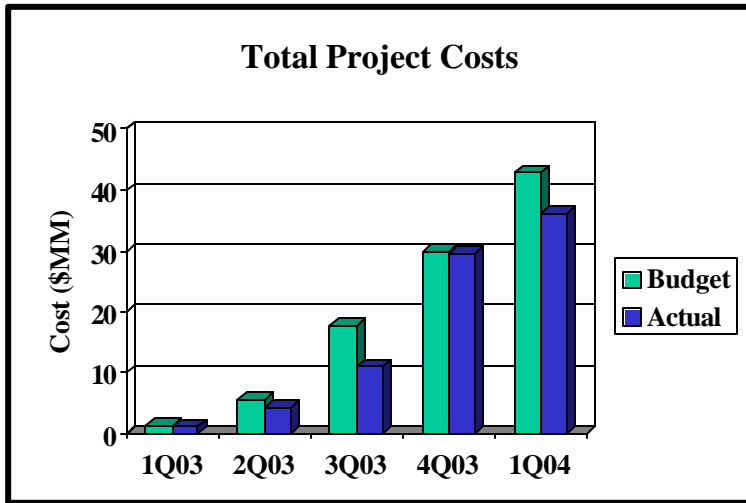
- Current Budget vs. Actual for SMD2 Project:

Project	2003		2004 (YTD)		Total
	Budget *	Actual	Budget *	Actual	Budget
RTS	3.7	5.5	0.8	0.2	4.5
EMS/SCADA	3.5	4.7	7.6	4.5	11.1
EAI	0.7	1.6	0.9	0.1	3.4
Training Env.	2.5	2.5	–	–	2.5
Hardware**	10.8	10.7	8.4	0.1	19.2
Labor	6.6	4.5	3.4	1.7	10.0
Total (\$MM)	27.8	29.5	21.1	6.6	50.7

*IT Department Budgets

**Hardware costs represent non-financed values

SMD2 Project Budget vs. Actual



- Projected under-run for SMD2 capital costs
 - Reduction in computing requirements from plan
- Labor costs expected to slightly over-run
 - Result of delay in implementation date
- Other project costs expected to over-run
 - Results of delayed ABB payments
 - Staffing extension for consultants

Overall project costs expected to be at, or near,
budgeted amount