

Vermont Gas Systems, Inc.

FY2022 Expense Projects & Capital Investments exceeding \$100K

Approval & Spec Sheet

Date: 12/3/2021

Project Name & Owner: Distribution Replacement Program - Matt Anderson Project & Work Order (project task) Number(s): Project # 2054 - Work Orders TBD

Submitted by & Department: Matt Anderson - Department 3020

Project Summary & Benefit: Refer to Distribution Replacement Program memo. Benefits include reducing the potential for methane emissions by replacing older pipe, which supports the VGS climate plan.

Schedule/Timing of In-Service: 25% Before January 2023 and the remainder between April 2023 and September 2023.

What type of cost? Capital Expense

Other Notes (include business case and estimated useful life of capital purchase):

Assessment of Alternatives Refer to Distribution Replacement Program memo

BUDGET (add lines as needed)

Vendor	Product/Service	Type Of Known & Measurable Documentation Provided	Label on Documentation Found within Backup Folder	FY2023	
				Capital Spend	Expenses
Contractor (TBD)	Main Replacement: \$50.39 / ft -10,000 ft	Cost per Foot Analysis & Distribution Replacemnt 10 year Plan	Distribution Replacement 10 Year & Cost per foot Analysis	\$503,900	
Contractor (TBD)	Service Replacements: \$39.09 / ft -7,500 ft (100 services)	Cost per Foot Analysis & Distribution Replacemnt 10 year Plan	Distribution Replacement 10 Year & Cost per foot Analysis	\$293,175	
Internal Components of Budget:					
VGS	VGS administrative overhead	Included in the overall cost per foot	Cost per Foot Budget vs Actual Analysis		
PROJECT TOTALS				\$797,075	\$0
Contingency				\$0	
PROJECT TOTAL, INCLUDING CONTINGENCY				\$797,075	\$0

Prior to Spend/Contract Commitment

All projects over \$100,000 must be presented and approved by the Project Steering Committee

Subsequent approval, if required based upon the criteria below:

If the project RE-forecast is greater than 15% or \$25,000 (unless otherwise assigned) over the original budget and/or the schedule has shifted into a new fiscal year, the project must be presented to the VP, of that area for additional approval.

If the re-forecast is greater than \$250,000 the project must be presented to the VP of Finance for additional approval

Threshold if otherwise assigned: _____

Updated Forecast Project Total: \$1,080,724

Schedule: _____

Variance > \$25,000	Variance > 15%
283,649	36%