

MR. ROGERS, EXAM. BY MR. MERRICK

1 that memorandum, it seems to be -- it says, "The final
2 cost of the Westray project was \$20 million less than
3 estimated." This would be cost to the Federal
4 Government, I assume. "And Curragh is of the view that
5 it is free to utilize the excess available financing as
6 it chooses."

7 Now we know that the guarantee budget allocation
8 remained at \$21 million. I'm assuming that the savings
9 here or the fact that the cost to the Department was \$20
10 million less might have been because of lower interest
11 rates and a lower cost to the interest buy-down? Would I
12 be right on that?

13 A. Oh, boy. You're just going to have to give me a
14 minute here.

15 Q. All right.

16 A. [Witness reading]. What I believe this is statusing
17 is the expectation that Curragh would underspend the
18 total project by \$20 million, that is the 127 million.
19 This has no reference at all to the difference between
20 their original request of funds from the Federal
21 Government and what they finally received as the
22 difference between a total of 30 million, which was what
23 they finally accepted, and 48 million that I referenced
24 at the beginning of my testimony, which would be
25 approximately a \$20-million amount. I thought that's