

1 Q. Further to NP-163, quantify the impact in the test year of the fuel efficiency
2 factor at Holyrood being 2% less than that forecast.

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5 A. A 2% reduction in the forecast Holyrood fuel efficiency factor would result in
6 a conversion factor of 597.8kWh/bbl. This will result in approximately 72,000
7 more barrels of No. 6 fuel being consumed. Assuming the cost of service is
8 established as per Hydro's application at \$20/bbl using a 610kWh/bbl
9 conversion factor the impact on 2002 results would be an increase to the
10 RSP balance of approximately \$500,000 and a reduction in Hydro's net
11 income of approximately \$1,500,000.