Q. Please provide a calculation of the levelized incremental cost of energy in cents per kilowatt hour for the Snook's Arm Plant, including in the analysis any material costs associated with the refurbishment or replacement of facilities or structures over the next 10 to 15 years. Please indicate the nature and timing of the future expenditures, and provide a rationale for the proposed project based on the levelized incremental cost of the plant.

A. The levelized incremental cost of energy from the Snook's Arm plant over the study period to 2032 is estimated at 6.0 cents/kWh. As is provided in detail in Section 7 of the Snook's Arm Penstock report, this includes the cost to replace the penstock in 2006, runner maintenance expenditures, and annual O&M costs.

The rationale for the proposed project is as is presented in the Snook's Arm Penstock report (Section 7.4). On a levelized incremental cost basis, the cost for the Replace Entire Penstock scenario is estimated at 6.0 cents/kWh which is significantly lower than the estimated 7.6 cents/kWh for costs associated with the Retire Plant scenario.