

### NEWFOUNDLAND A LABRADOR **BOARD OF COMMISSIONERS OF PUBLIC UTILITIES** 120 Torbay Road, P.O. Box 21040, St. John's, Newfoundland and Labrador, Canada, A1A 5B2

E-mail: traceypennell@nlh.nl.ca

2017-10-19

Ms. Tracey Pennell Senior Counsel Newfoundland and Labrador Hydro P.O. Box 12400 Hydro Place, Columbus Drive St. John's, NL A1B 4K7

Dear Ms. Pennell:

### Newfoundland and Labrador Hydro - Application for Approval of Revised Re: Capacity Assistance Agreement with Corner Brook Pulp and Paper Limited **Requests for Information**

Enclosed are Information Requests PUB-NLH-001 to PUB-NLH-013 regarding the abovenoted application.

If you have any questions, please do not hesitate to contact the Board's Legal Counsel, Ms. Jacqui Glynn, by email, jglynn@pub.nl.ca or telephone (709) 726-6781.

Yours truly.

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Cheryl Blundon **Board Secretary** 

CB/cj

Enclosure

ecc Newfoundland & Labrador Hydro Mr. Geoff Young, E-mail: GYoung@nlh.nl.ca NLH Regulatory, E-mail: NLHRegulatory@nlh.nl.ca Newfoundland Power Inc. Mr. Gerard Hayes, E-mail: ghayes@newfoundlandpower.com NP Regulatory, E-mail: regulatory@newfoundlandpower.com Consumer Advocate Mr. Dennis Browne, Q.C., E-mail: dbrowne@bfma-law.com

- Mr. Stephen Fitzgerald, E-mail: sfitzgerald@bfma-law.com
- Ms. Sarah Fitzgerald, E-mail: sarahfitzgerald@bfma-law.com
- Ms. Bernice Bailey, E-mail: bbailey@bfma-law.com

## Industrial Customer Group

- Mr. Paul Coxworthy, E-mail: pcoxworthy@stewartmckelvey.com
- Mr. Dean Porter, E-mail: dporter@poolealthouse.ca Mr. Denis Fleming, E-mail: dfleming@coxandpalmer.com
- **Teck Resources Limited**
- Mr. Larry Bartlett, E-mail: larry.bartlett@teck.com
- Praxair Canada Inc.
- Ms. Sheryl Nisenbaum, E-mail: sheryl\_nisenbaum@praxair.com Mr. David Meade, E-mail: dave\_meade@praxair.com

#### 1 **IN THE MATTER OF**

- 2 the Electrical Power Control Act, 1994,
- 3 SNL 1994, Chapter E-5.1 (the "EPCA")
- 4 and the Public Utilities Act, RSNL 1990,
- 5 Chapter P-47 (the "Act"), as amended, and
- 6 regulations thereunder; and
- 7
  - **IN THE MATTER OF**
- 8 9 an Application by Newfoundland and Labrador Hydro
- for the approval, pursuant to Sections 70 (1), 71 and 80 10
- of the Act, of the Revised Capacity Assistance Agreement 11
- between Newfoundland and Labrador Hydro and Comer 12
- Brook Pulp and Paper Limited. 13

## **PUBLIC UTILITIES BOARD REQUESTS FOR INFORMATION**

PUB-NLH-001 to PUB-NLH-013

Issued: October 19, 2017

1 2 3 4	PUB-NLH-001	Please explain why it is necessary to enter into a new agreement at this time to include this winter period when the existing agreement doesn't expire until March 2018.
4 5 6 7	PUB-NLH-002	How did Hydro determine the amount of additional fixed cost to pay for the revised capacity assistance agreement?
8 9 10 11	PUB-NLH-003	Schedule B, page 7 of 39 - Please revise Table 2 to include data for the proposed extended Winter Period had it been in place during that period of time.
12 13 14 15	PUB-NLH-004	Schedule B, page 7 of 39 - Please update Table 2 to include the amount of notice provided by Hydro for each capacity assistance request and the response time by CBPP for each of Hydro's requests.
16 17 18	PUB-NLH-005	Schedule B, page 8 of 39 - Please revise Table 3 to include the costs had the proposed extended Winter Period been in place during that period of time.
19 20	PUB-NLH-006	Does Hydro intend to extend or revise the other existing capacity assistance agreements that are set to expire at the end of March 2018?
21 22 23 24 25	PUB-NLH-007	Given the Muskrat Falls Plant has a commissioning date of 2020 why is it necessary to enter into an agreement at this time that provides for a period that could extend to five years?
26 27 28 29 30	PUB-NLH-008	What level of confidence does Hydro have that CBPP can meet the 10 minute response time when a 20 minute notification period was previously required? In the response include a description of the actions that must be taken by CBPP to be able to respond to a request.
31 32 33 34	PUB-NLH-009	Has Hydro completed a cost benefit analysis to demonstrate the benefit to customers for the increased cost of this revised agreement? If yes, please provide. If no, why not?
34 35 36 37	PUB-NLH-010	If this application is approved, does Hydro intend to file a revision to the 2017 General Rate Application to include the increased cost? If yes, when?
38 39 40 41	PUB-NLH-011	Did Hydro complete an Energy Risk Assessment update when considering to extend the winter period during which it could request CBPP to provide capacity? If yes, please provide. If no, why not?
42 43 44	PUB-NLH-012	Did Hydro receive any direction from Government when negotiating this proposed agreement? If yes, what was the direction?
45 46 47	PUB-NLH-013	Please provide an example that illustrates payments due to CBPP for capacity assistance when the amount of capacity is increased or decreased during the capacity assistance period as detailed in clause 2.01 of Schedule A.

**DATED** at St. John's, Newfoundland this 19<sup>th</sup> day of October, 2017.

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# **BOARD OF COMMISSIONERS OF PUBLIC UTILITIES**

Per <u>Cheryl Blundon</u> Board Secretary