

1 Q. In reply to PUB-NLH-376, Hydro provides details as to the \$1.6 million to provide for
2 the extended (two year) warranty on the new CT. Please provide written
3 confirmation from the supplier as to the annual cost of the warranty and what the
4 warranty will cover.

5

6

7 A. The base warranty period is 12 months after substantial completion of the project,
8 and is included within the EPC contract. The provision of this base warranty was
9 specified within the contract, and a separate cost related to this item was not
10 requested with the tender submission. The option to extend the warranty period
11 to 24 months was offered by the contractor if the contractor or one of their
12 affiliates operates the plant for the entire 24-month period. The annual cost for the
13 provision of the extended warranty is estimated to be \$1.6 million. Written
14 confirmation of this cost cannot be provided at this time, as Hydro is in the process
15 of finalizing an agreement related to the provision of the extended warranty.
16 Please see the response to GT-NP-NLH-022 in the *Supply & Install 100MW*
17 *Combustion Turbine Generator* proceeding (now part of the Prudence review) for
18 warranty details.