

1 Q. **Reference: 2013 Amended GRA, Section 2: Regulated Activities, page 2.46, lines**  
2 **12-16**

3 Are the \$1.0 million cost and the \$1.6 million cost associated with the new CT both  
4 reoccurring annual costs. If not, please specify the length of time each will exist.  
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7 A. The \$1.6 million cost associated with the new CT is currently budgeted for two  
8 years, 2015 and 2016, to cover the cost of technical direction and oversight for the  
9 first two years of operation. This cost is related to the provision of an extended  
10 (two-year) warranty and to allow knowledge transfer to Hydro personnel in the  
11 operation and maintenance of the new CT.  
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13 The \$1.0 million cost is an estimated annual operation and maintenance (O&M)  
14 cost which will vary from year to year based on specific operation and maintenance  
15 requirements. This annual O&M cost is expected to recur each year as long as the  
16 plant remains in service.