

January 15, 2014

Ms. G. Cheryl Blundon Board of Commissioners of Public Utilities 120 Torbay Road, P.O. Box 12040 St. John's, NL A1A 5B2

Ladies & Gentlemen:

Re: Newfoundland and Labrador Hydro – Application for approval of a capital project for the

installation of diesel units at Holyrood for the purposes of blackstarting the generating units,

and for the deferral of lease costs.

Please find enclosed the original and eight (8) copies of the Requests for Information numbered CA-NLH-01 to CA-NLH-19.

We trust you will find the enclosed to be in order.

Yours very truly,

THOMAS JOHNSON

TJ/cel Encl.

cc: Newfoundland and Labrador Hydro

Attention: Geoffrey P. Young

Newfoundland Power Attention: Gerard Hayes,

Island Industrial Customers Group

Attention: Mr. Paul Coxworthy (Stewart McKelvey)

Vale Newfoundland and Labrador Limited

Attention: Mr. Thomas O'Reilly, Q.C. (Cox & Palmer)

IN THE MATTER OF

the *Electrical Power Control Act*, R.S.N.L. 1994, Chapter E-5.1 (the "*EPCA*") and the *Public Utilities Act*, R.S.N.L. 1990, Chapter P-47 (the "*Act*"), and regulations thereunder;

AND

IN THE MATTER OF

an Application by Newfoundland and Labrador Hydro for the approval, pursuant to Subsection 41(3) of the *Act*, of infrastructure required for the installation of diesel units at Holyrood for the purpose of blackstarting the generating units, and pursuant to Sections 49, 78 and 80 of the *Act*, for the deferral of lease costs relating to the diesel units required for blackstart purposes.

CONSUMER ADVOCATE REQUESTS FOR INFORMATION CA-NLH-1 to CA-NLH-19

Issued: January 15, 2014

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2	CA-NLH-1	(Re: November 2013 Report to Board on Holyrood Black Start
3		Analysis, Summary) Hydro states "By modeling a black start
4		event, Hydro was able to predict the ability of a particular
5		generation solution to start the thermal plant and in particular the
6		large boiler feed pump motors". Did Hydro undertake this
7		modeling exercise prior to moving and connecting the
8		Newfoundland Power mobile generation at Holyrood? If so, what
9		did the modeling results show, and if not, why not?
10		
11	CA-NLH-2	(Re: Application Clause 7) How much time and cost was involved
12		in the process of moving and connecting the Newfoundland Power
13		mobile generation at Holyrood?
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15	CA-NLH-3	(Re: Application Clause 7) How much time and cost was involved
16		in the black start contingency plan involving the Hardwoods gas
17		turbine?
18		
19	CA-NLH-4	(Re: Application Clause 2) Hydro indicates that "The gas turbine
20		was very rarely required to perform the black start function". In its
21		history, how many times was the gas turbine needed and
22		successfully used for black start, and how many times has the
23		black start function at Holyrood been needed since the gas turbine
24		was taken out of service?
25	CA NILIS	(Re: Application Clause 6) Please provide the current timeline for
26	CA-NLH-5	approval, construction and commissioning of the new 60 MW
27		combustion turbine.
28		combustion turbine.
29	CA-NLH-6	(Re: Application Clause 8) Hydro indicates that the installation
30	CA-NLH-0	date for the diesel plant black start project "depends upon receipt
31		date for the dieser plant black start project depends upon receipt

of Board approval for this project". Please provide the current 1 timeline for the project starting with the Board approval and 2 ending with full functionality of the diesel plant as a black start 3 facility. 4 5 (Re: Application Clause 9) Please provide the current cost estimate 6 CA-NLH-7 for the diesel plant black start project including total capital, and 7 annual and total lease costs. 8 9 (Re: Application Clause 10) What is the impact in percentage and 10 CA-NLH-8 dollar terms that lease costs would have if expensed in the year 11 incurred on: 1) rates, if the Board were to allow Hydro full cost 12 recovery, and 2) on Hydro's return if the Board were not to allow 13 full cost recovery? 14 15 What is the impact in percentage and dollar terms that capital costs CA-NLH-9 16 would have on: 1) rates, if the Board were to allow Hydro full cost 17 recovery, and 2) on Hydro's return if the Board were not to allow 18 full cost recovery? 19 20 (Re: November 2013 Report to Board on Holyrood Black Start 21 CA-NLH-10 Analysis, Summary) Hydro states that it has worked with generator 22 suppliers to source units that could be delivered to the Holyrood 23 site on very short notice to meet the needs of the 2013 - 2014 24 operating season. Please define the operating season, and provide 25 Hydro's current estimate as to when the diesel plant will be fully 26 functional as a black start facility. Please provide an indication of 27 the cost savings if the in-service date of the diesel plant black start 28 project were delayed to coincide with the 2014 - 2015 operating 29 30 season.

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1	CA-NLH-11	(Re: November 2013 Report to Board on Holyrood Black Start
2		Analysis, Summary) Hydro indicates an exemption will be
3		required from the Department of Environment and Conservation in
4		order to avoid missing the 2013 - 2014 peak load period. Was this
5		exemption granted, and if so, was it granted with any conditions?
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7	CA-NLH-12	(Re: November 2013 Report to Board on Holyrood Black Start
8		Analysis, page 7) Hydro states "there is expected to be some
9		discrepancy between predicted electrical behaviour and the real
10		world system behaviour". Has Hydro been able to calibrate
11		modeling results to the real world in an effort to provide greater
12		comfort that the diesel plant solution will indeed work in the real
13		world system?
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15	CA-NLH-13	(Re: November 2013 Report to Board on Holyrood Black Start
16		Analysis, page 7) Has Hydro modeled the 60 MW combustion
17		turbine to determine if it can meet the requirements for black start?
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19	CA-NLH-14	(Re: November 2013 Report to Board on Holyrood Black Start
20		Analysis, page 10) Has weather affected the schedule for the diesel
21		plant?
22		
23	CA-NLH-15	Please describe the role of the Holyrood black start function during
24		the supply disruptions on the Island Interconnected System during
25		the period January 2 - 6, 2014.
26		
27	CA-NLH-16	Have the supply disruptions on the Island Interconnected System
28		during the period January 2 - 6, 2014 period changed Hydro's
29		opinion of what is needed for black start at Holyrood? For
30		example, is it desirable to abort the diesel plant black start
31		alternative and advance the 60 MW combustion turbine project?

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2	CA-NLH-17	In the opinion of Hydro operating staff, can Hardwoods adequately
3		meet black start requirements at Holyrood? Does the Hardwoods
4		black start alternative meet NERC and NPCC standards with
5		respect to black start? Please explain why or why not.
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7	CA-NLH-18	What is the function of the forced draft fans at Holyrood? Are they
8		needed to evacuate smoke?
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10	CA-NLH-19	Please file a copy of Hydro's emergency preparedness and system
11		restoration plans.
12		
13		
14		4.
15	Dated at St. John's	s in the Province of Newfoundland and Labrador, this 15th day of
16	January, 2014.	
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18		Jeff. Je
19		
20		
21		Thomas Johnson
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