Q. What changes does Hydro plan to implement, or does Hydro project, in relation to the maintenance and operation of the Hardwoods gas turbine facility, once the installation of a new combustion turbine at Holyrood (or at another site, as the case may be) is completed? Would the changes, and the cost consequences of those changes, be the same if the new combustion turbine at Holyrood (or at another site, as the case may be) had achieved operational status in late 2014 instead of late 2015?

A. As indicated in Hydro's response to PUB-NLH-002, generation expansion options are still being evaluated which include, but are not limited to, a combustion turbine. Further, as indicated in Hydro's response to PUB-NLH-004, if a combustion turbine was the chosen option, late 2015 was the earliest in-service date considered in the 2012 decision analysis due to the overall project schedule.

The Hardwoods gas turbine, located in the St. John's area, is operated as a synchronous condenser for voltage support of the transmission system on the Avalon Peninsula, and to generate power under system peak and Avalon Peninsula emergency/contingency conditions. The unit is also utilized to enable efficient loading and dispatch of the Holyrood Thermal Generating Station by being available to respond to a contingency which would otherwise have to be provided by having an additional unit operating at Holyrood at inefficient loads.¹

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¹ The Holyrood generating units cannot be quickly turned on and off like gas turbine units to respond to a system problem. Therefore, to provide the same response as a gas turbine, a Holyrood unit must be placed on line and operated at its minimum output level of 70 MW in order to be available to quickly respond to a problem. As problems are unpredictable, this would result in the Holyrood unit being on for many days at inefficient levels of generation, at a time when there would otherwise be no requirement for them to operate.

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Hydro does not anticipate any change in relation to the maintenance and operation
of the Hardwoods gas turbine facility, once an installation of a new combustion
turbine at Holyrood (or at another site, as the case may be) is completed. The unit
will still be required to provide the same general functionality as it does today. It is
anticipated that a new combustion turbine would supplement the role of the
Hardwoods gas turbine in enabling more efficient loading and dispatch of the
Holyrood Thermal Generating Station. Please refer to Hydro's response to IC-NLH-
005.