

1 Q. If it is subsequently determined that the Holyrood site is not the least cost location
2 of the planned combustion turbine, and the standby diesel generation must remain
3 in service at Holyrood until 2020, is the project as proposed still the least cost
4 alternative?

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7 A. Hydro evaluated different projects based on obtaining a solution for the 2013-2014
8 and 2014-2015 peak load seasons. Therefore, Hydro has not evaluated such an
9 option. However, when Hydro entered into the leasing arrangement, it included
10 terms to purchase the units to lower the cost if Hydro decided to retain the units.