

1 Q. Please quantify the impact on 2015 revenue requirement if the Holyrood
2 conversion rate currently approved for ratemaking purposes of 630 kWh/bbl was
3 used rather than Hydro's proposed 607 kWh/bbl. The response should consider the
4 lower average No. 6 fuel cost of \$65.63 per barrel.

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7 A. The impact on 2015 revenue requirement if the Holyrood conversion rate currently
8 approved for ratemaking purposes of 630 kWh/bbl was used rather than Hydro's
9 proposed 607 kWh/bbl is outlined in the following table.

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Table 1

	Fuel Conversion Rate		Impact
	607	630	
Net Holyrood production (GWh)	1,593	1,593	-
No. 6 Fuel Oil Consumption (bbls)	2,624	2,529	(95)
No. 6 Fuel Oil Costs (\$000)	172,225	165,109	(7,116)
Average Consumption price (\$/bbl)	65.63	65.30	(0.33)

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13 Note that the average No. 6 fuel cost is slightly less in the 630 kWh/bbl scenario (to
14 \$65.30 kWh/bbl) due to the lower consumption rate and timing of fuel shipments.

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16 Section 2.6.1 of Hydro's Amended Application outlines the reasons for the decline
17 in fuel conversion performance at Holyrood in recent years and why Hydro is
18 proposing a lower conversion rate at this time.