Q. Project D-226: Replace Spherical By-Pass Valve Units 1 and 2 - Bay d'Espoir 1 2 Volume I, Tab D, pages D-226 to D-230. On page D-226, it is noted that the spherical 3 valve by-pass assemblies on Units 1 and 2 located in Powerhouse 1 at Bay d'Espoir Hydroelectric Generation Station were set to be replaced as part of Hydro's 2014 4 5 budget, but due to "outage constraints", Generating Units 3 and 4 were substituted 6 for Units 1 and 2. 7 Please elaborate on the meaning of "outage constraints"? 8 9 10 A. In order to replace these spherical valve by-pass assemblies at Bay d'Espoir 11 generating station, the penstock is required to be de-watered, which requires an 12 outage for two units. Due to the Island Interconnected System requirements and 13 the alignment of other work packages that also require unit outages, and considering that Hydro aims to reduce generating unit outages, Hydro made 14 15 adjustments to align work that required similar unit outages. This resulted in Units 16 3 and 4 being substituted for Units 1 and 2. There will be no extra costs as a result 17 of this realignment. The spherical valve by-pass assemblies on all units at Bay 18 d'Espoir are being replaced as they have all become unreliable due to their age and

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constant use.