

1 Q. Provide a document that clearly outlines the retirement costs to take Holyrood out  
2 of service 2017 (or beyond)? What is the cost to convert unit(s) to synchronous  
3 condenser operation? Are these costs factored into the CPW analysis?  
4

5  
6 A. Since the Holyrood site will not be retired, and production will not cease until  
7 approximately 2020, Nalcor has not undertaken detailed studies of the equipment  
8 and facility retirements necessary at Holyrood. Planning for these activities will be  
9 undertaken over the coming years in consultation with appropriate regulatory  
10 authorities.  
11

12 The cost to convert the units to synchronous condenser operation is not expected  
13 to be a major undertaking – the capital cost of conversion is estimated at \$7 million.  
14

15 The cost of conversion has been included in the CPW analysis. As the funds  
16 required to convert the units to synchronous condenser operation are also included  
17 in the Labrador Island Transmission Link Island Upgrades budget, the separate cost  
18 entry in Strategist is not required. This results in a slight overstatement of the  
19 Interconnected Scenario CPW, but this is not material, and will be adjusted in  
20 subsequent analyses.