

1 Q. **Re: Project B-12 Install Operator Training Simulator**

2 With reference to page 19 of the July 2011 report in support of this Project, under  
3 the section 4.6, the statement is made that "The synchronous condensing function  
4 of Unit 3 is not a significant part of the OTS". Why is this the case? How much of the  
5 cost of the proposed Project represents the installation of OTS for the synchronous  
6 condensing function of Unit 3? When Unit 1 and 2 are converted to synchronous  
7 condensing function, will the part of the proposed Project representing the  
8 installation of OTS for those 2 Units in their current generating mode be of any  
9 continuing use? Does Hydro contemplate proposing a further OTS capital  
10 expenditure after Units 1 and 2 are converted to synchronous condensing function?  
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13 A. Synchronous condensing does not require the use of boilers or adjustment of  
14 burners to operate which constitutes the majority of the development, modelling  
15 and subsequent use of an OTS. The cost of the synchronous condensing function of  
16 the OTS is not provided as a distinct price from the manufacturer. When Units 1  
17 and 2 are converted to synchronous condensing function, the part of the proposed  
18 Project representing the installation of an OTS for those two units will not be of any  
19 continuing use. No future capital expenditures for OTS are anticipated.